# **EIGHTY-FOURTH GENERAL ASSEMBLY** 2012 REGULAR SESSION **DAILY** HOUSE CLIP SHEET

MARCH 14, 2012

## HOUSE FILE 2380

- Amend the amendment, H-8179, to House File 2380 as 2 follows:
- 1. By striking page 1, line 2, through page 3, line 4 25, and inserting:
- 5 < \_\_\_. Page 12, after line 1 by inserting: 6 < Sec. \_\_. NEW SECTION. 256.27 Iowa learning 7 online initiative.
- 1. An Iowa learning online initiative is 9 established within the department of education to 10 partner with school districts and accredited nonpublic 11 schools to provide distance education to high school 12 students statewide. The department shall utilize 13 a variety of content repositories, including those 14 maintained by the area education agencies and the 15 public broadcasting division, in administering the 16 initiative.
- 17 2. Coursework offered under the initiative shall 18 meet the requirements of section 256.7, subsections 19 7, 8, and 9, and shall be taught by an appropriately 20 licensed teacher who has completed an online-learning 21 -for-Iowa-educators-professional-development project 22 offered by area education agencies, a teacher 23 preservice program, or comparable coursework.
- 3. Under the initiative, students must be enrolled 25 in a participating school district or school, which 26 is responsible for recording grades received for 27 initiative coursework in a student's permanent record, 28 awarding high school credit for initiative coursework, 29 and issuing high school diplomas to students enrolled 30 in the district or school who participate and complete 31 coursework under the initiative. Each participating 32 school district or school shall identify a site 33 coordinator to serve as a student advocate and as a 34 liaison between the initiative staff and teachers and 35 the school district or school.
- 4. Coursework offered under the initiative shall 36 37 be rigorous and high quality, and the department 38 shall annually evaluate the quality of the courses, 39 ensure that coursework is aliqued with the state's 40 core curriculum and core content requirements and 41 standards, as well as national standards of quality for 42 online courses issued by an internationally recognized 43 association for kindergarten through grade twelve 44 online learning.
- 5. The department may waive any requirement that a 46 subject being studied under the initiative by a student 47 enrolled in a school district or school participating 48 in the initiative be a subject that is offered and 49 taught by the professional staff of the participating 50 school district or school.>> H-8229 -1-

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H-8229
Page 2
1 2. By renumbering as necessary.
By J. TAYLOR of Woodbury
H-8229 FILED MARCH 14, 2012
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1 Amend the amendment, H-8214, to House File 2380 as
2 follows:
   1. By striking page 1, line 2, through page 2, line
4 50, and inserting:
5 < . By striking page 45, line 26, through page
6 54, line 11, and inserting:
                            <DIVISION
8
                          EARLY LITERACY
           . Section 256.7, Code Supplement 2011, is
9
10 amended by adding the following new subsection:
     NEW SUBSECTION. 33. By July 1, 2013, adopt by
11
12 rule quidelines for school district implementation of
13 section 279.68, including but not limited to basic
14 levels of reading proficiency on approved assessments
15 and identification of tools that school districts may
16 use in evaluating and reevaluating any student who may
17 be or who is determined to be deficient in reading,
18 including but not limited to initial assessments and
19 subsequent assessments, alternative assessments,
20 and portfolio reviews. The state board shall adopt
21 standards that provide a reasonable expectation that
22 a student's progress toward reading proficiency under
23 section 279.68 is sufficient to master appropriate
24 grade four level reading skills prior to the student's
25 promotion to grade four.
     Sec. . Section 256.9, subsection 53, paragraph
27 a, Code Supplement 2011, is amended to read as follows:
     a. Develop and distribute, or approve, in
29 collaboration with the area education agencies, core
30 curriculum technical assistance and implementation
31 strategies that school districts and accredited
32 nonpublic schools shall utilize, including but not
33 limited to the development and delivery of formative
34 and end-of-course model assessments classroom
35 teachers may use to measure student progress on the
36 core curriculum adopted pursuant to section 256.7,
37 subsection 26. The department shall, in collaboration
38 with the advisory group convened in accordance with
39 paragraph "b" and educational assessment providers,
40 identify and make available to school districts
41 end-of-course and additional model end-of-course and
42 additional assessments to align with the expectations
43 included in the Iowa core curriculum. The model
44 assessments shall be suitable to meet the multiple
45 assessment measures requirement specified in section
46 256.7, subsection 21, paragraph "c".
     Sec. . Section 256.9, subsection 53, Code
48 Supplement 2011, is amended by adding the following new
49 paragraphs:
     NEW PARAGRAPH. c. Identify the scoring levels on
50
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approved grade three reading assessments that provide guidance to a school district for determining the progress of a student pursuant to section 279.68, and develop or identify and approve alternative performance measures for students who are not proficient in reading. Alternative performance measures approved pursuant to this paragraph shall include but not be limited to a demonstration of reading mastery evidenced by portfolios of student work.

NEW PARAGRAPH. d. Establish, subject to an appropriation of sufficient funds by the general assembly, an Iowa reading research center to apply current research on literacy to provide for the development and dissemination of all of the following:

- (1) Promising instructional strategies in reading.
- (2) Reading assessments.
- 17 (3) Professional development strategies and
  18 materials aligned with current and emerging best
  19 practices for the teaching of reading.
  20 Sec. NEW SECTION. 256.25 Iowa family literacy
  21 initiative.
- 22 1. An Iowa family literacy initiative shall 23 be established and administered by the department 24 to provide block grants to eligible entities that 25 integrate early childhood education, adult literacy, 26 parenting education, and interactive parent and 27 child literacy activities. If funds are appropriated 28 by the general assembly for the program, the state 29 board shall adopt rules for the administration of 30 the program, which shall be modeled on the federal 31 even start family literacy program enacted pursuant 32 to 20 U.S.C. {6381-6381k. For purposes of this 33 section, "eligible entity" means one or more school 34 districts that enter into a partnership with one or 35 more nonprofit community-based organizations, a public 36 agency other than a school district, a community 37 college, institution of higher education governed 38 by the state board of regents, an accredited private 39 institution as defined in section 261.9, or a public or 40 private nonprofit organization of demonstrated quality 41 as determined by the department.
- 2. The department, in consultation with the child development coordinating council and the early childhood Iowa state board, shall develop an application process; establish grant application eselection criteria and priorities; and develop indicators of program quality which shall be used by the department to monitor, evaluate, and improve local family literacy projects operated by grantees. The department shall develop project standards for all H-8230

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39 remedied.

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- 1 of the project elements established pursuant to this 2 subsection. A local family literacy project awarded a 3 block grant pursuant to this section shall include but 4 not be limited to all of the following elements:
- 5 a. Identification and recruitment of families most 6 in need of family literacy services.
  - b. High-quality, intensive instructional services.
- 8 c. Staff qualifications that meet department 9 standards.
- 10 d. Year-round services.
  - e. Coordination with other programs.
- 12 f. Local independent evaluation, the results of 13 which shall be used for program improvement and to 14 determine whether the project is meeting expectations 15 using the indicators of program quality developed by 16 the department.
- 17 Sec. \_\_\_. Section 256C.3, subsection 3, Code 2011, 18 is amended by adding the following new paragraph:
- NEW PARAGRAPH. i. Provision for reimbursement of reasonable administrative costs for persons providing contract services for a local program. If justified by the expenses involved, the administrative costs may exceed eight percent of the direct costs attributed to the contract services.
- 25 Sec. \_\_\_. <u>NEW SECTION</u>. 279.68 Student progression 26 ---- remedial instruction ---- reporting requirements.
  - 7 1. Reading deficiency and parental notification.
- a. A school district shall provide intensive
  reading instruction to any student who exhibits a
  substantial deficiency in reading, based upon locally
  determined or statewide assessments conducted in
  kindergarten or grade one, grade two, or grade three,
  or through teacher observations, immediately following
  the identification of the reading deficiency. The
  student's reading proficiency shall be reassessed by
  locally determined and statewide assessments. The
  student shall continue to be provided with intensive
  reading instruction until the reading deficiency is
- b. The parent or guardian of any student in kindergarten through grade three who exhibits a substantial deficiency in reading, as described in paragraph "a", shall be notified at least annually in writing of the following:
- 45 (1) That the child has been identified as having a 46 substantial deficiency in reading.
- 47 (2) A description of the services currently 48 provided to the child.
- 49 (3) A description of the proposed supplemental 50 instructional services and supports that the school H-8230 -3-

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1 district will provide to the child that are designed to 2 remediate the identified area of reading deficiency.

- 3 (4) Strategies for parents and guardians to use 4 in helping the child succeed in reading proficiency, 5 including but not limited to the promotion of 6 parent-guided home reading.
- 7 (5) That the assessment used pursuant to section 8 256.9, subsection 53, is not the sole determiner of 9 promotion and that additional evaluations, portfolio 10 reviews, performance measures, and assessments are 11 available to the child to assist parents and the school 12 district in knowing when a child is reading at or above 13 grade level and ready for grade promotion.
- 14 2. Intensive instructional services. A 15 school district shall do all of the following:
- 16 a. Provide for the completion of a student 17 portfolio for any student who exhibits a substantial 18 deficiency in reading.
- b. Provide students who exhibit a substantial deficiency in reading with intensive instructional services and supports, free of charge, to remediate the identified areas of reading deficiency, including a minimum of a daily ninety-minute block of scientific-research-based reading instruction and other strategies prescribed by the school district which may include but are not limited to the following:
  - (1) Small group instruction.
    - (2) Reduced teacher-student ratios.
    - (3) More frequent progress monitoring.
- 30 (4) Tutoring or mentoring.
- 31 (5) Transition classes containing students in 32 grades three and four.
  - (6) Extended school day, week, or year.
  - (7) Summer reading programs.
- 35 c. At regular intervals, apprise the parent or 36 guardian of academic and other progress being made 37 by the student and give the parent or guardian other 38 useful information.
- d. Establish a reading enhancement and acceleration development initiative designed to offer intensive accelerated reading instruction to each kindergarten through grade three student who is assessed as exhibiting a reading deficiency. The initiative shall comply with all of the following criteria:
- 45 (1) Provide assessments that measure phonemic 46 awareness, phonics, fluency, vocabulary, and 47 comprehension.
- 48 (2) Be provided during regular school hours in 49 addition to the regular reading instruction.
- (3) Provide a reading curriculum that meets

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Page 5

- 1 guidelines adopted pursuant to section 256.7,
- 2 subsection 33, and at a minimum has the following 3 specifications:
- 4 (a) Assists students assessed as exhibiting a 5 reading deficiency in developing the ability to read 6 at grade level.
- 7 (b) Provides skill development in phonemic 8 awareness, phonics, fluency, vocabulary, and 9 comprehension.
- 10 (c) Includes a scientifically based and reliable 11 assessment.
- 12 (d) Provides initial and ongoing analysis of each 13 student's reading progress.
- 14 (e) Provides a curriculum in core academic subjects 15 to assist the student in maintaining or meeting 16 proficiency levels for the appropriate grade in all 17 academic subjects.
- e. Report to the department of education the specific intensive reading interventions and supports implemented by the school district pursuant to this section. The department shall annually prescribe the components of required or requested reports, including but not limited to a report on the number of students retained under this section.>>
- 25 2. By renumbering as necessary.

By WINCKLER of Scott

H-8230 FILED MARCH 14, 2012

- 1 Amend the amendment,  $\underline{\text{H-8201}}$ , to  $\underline{\text{House File 2380}}$  as 2 follows:
- 1. By striking page 1, line 2, through page 4, line 4 15, and inserting:
- 5 < . Page 12, after line 1 by inserting:
- 6 < Sec. NEW SECTION. 256.27 Iowa learning 7 online initiative.
- 8 1. An Iowa learning online initiative is 9 established within the department of education to 10 partner with school districts and accredited nonpublic 11 schools to provide distance education to high school 12 students statewide. The department shall utilize 13 a variety of content repositories, including those 14 maintained by the area education agencies and the 15 public broadcasting division, in administering the 16 initiative.
- 2. Coursework offered under the initiative shall meet the requirements of section 256.7, subsections 7, 8, and 9, and shall be taught by an appropriately licensed teacher who has completed an online-learning -for-Iowa-educators-professional-development project offered by area education agencies, a teacher preservice program, or comparable coursework.
- 3. Under the initiative, students must be enrolled in a participating school district or school, which is responsible for recording grades received for initiative coursework in a student's permanent record, awarding high school credit for initiative coursework, and issuing high school diplomas to students enrolled in the district or school who participate and complete coursework under the initiative. Each participating school district or school shall identify a site coordinator to serve as a student advocate and as a liaison between the initiative staff and teachers and the school district or school.
- 4. Coursework offered under the initiative shall
  be rigorous and high quality, and the department
  shall annually evaluate the quality of the courses,
  ensure that coursework is aligned with the state's
  core curriculum and core content requirements and
  standards, as well as national standards of quality for
  online courses issued by an internationally recognized
  association for kindergarten through grade twelve
  online learning.
- 5. The department may waive any requirement that a 46 subject being studied under the initiative by a student 47 enrolled in a school district or school participating 48 in the initiative be a subject that is offered and 49 taught by the professional staff of the participating 50 school district or school.>>

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1 2. By renumbering as necessary.

By MASCHER of Johnson WINCKLER of Scott

H-8232 FILED MARCH 14, 2012

#### HOUSE FILE 2380

#### H-8237

- Amend the amendment,  $\underline{\text{H-8181}}$ , to  $\underline{\text{House File 2380}}$  as 2 follows:
- 3 1. Page 1, by striking lines 24 through 34.
- 4 2. Page 1, by striking lines 45 through 48 and
- 5 inserting <content area.>
- 6 3. Page 3, by striking lines 13 through 15.
- 7 4. By renumbering, redesignating, and correcting

8 internal references as necessary.

By VANDER LINDEN of Mahaska

H-8237 FILED MARCH 14, 2012

#### HOUSE FILE 2380

#### H-8240

- 1 Amend the amendment,  $\underline{\text{H-8196}}$ , to  $\underline{\text{House File 2380}}$  as 2 follows:
- 3 1. Page 1, line 19, after <age> by inserting
- 4 <unless the parent or guardian of the child notifies
- 5 the school district in writing of the parent's or
- 6 quardian's intent to remove the child from enrollment
- 7 in the school district>

By CHAMBERS of O'Brien

H-8240 FILED MARCH 14, 2012

#### HOUSE FILE 2380

#### H-8241

- 1 Amend the amendment,  $\underline{\text{H-8191}}$ , to  $\underline{\text{House File 2380}}$  as 2 follows:
- Page 2, by striking lines 35 through 40.

By BYRNES of Mitchell

H-8241 FILED MARCH 14, 2012

#### HOUSE FILE 2380

#### H-8242

- 1 Amend the amendment,  $\underline{\text{H-8222}}$ , to  $\underline{\text{House File 2380}}$  as 2 follows:
- 3 1. Page 1, after line 30 by inserting:
- 4 <Sec. . EFFECTIVE DATE. This division of this
- 5 Act takes effect July 1, 2013.>
- 6 2. By renumbering as necessary.

By J. SMITH of Dickinson COWNIE of Polk

H-8242 FILED MARCH 14, 2012

- 1 Amend the amendment, H-8189, to House File 2380 as 2 follows: 1. Page 1, line 3, after <13> by inserting <and 4 inserting: <Sec. . Section 256.7, subsection 26, paragraph 6 b, Code Supplement 2011, is amended to read as follows: b. Continue the inclusive process begun during the 8 initial development of a core curriculum for grades
- 9 nine through twelve including stakeholder involvement,
- 10 including but not limited to representatives from
- 11 the private sector and the business community, and
- 12 alignment of the core curriculum to other recognized
- 13 sets of national and international standards. The 14 state board shall also recommend quality assessments
- 15 to school districts and accredited nonpublic schools
- 16 to measure the core curriculum. The state board
- 17 shall establish scoring levels of excellence by
- 18 which students who achieve those levels on quality
- 19 assessments may qualify for a scholarship under the all
- 20 Iowa opportunity scholarship program.>>>

By MASCHER of Johnson

H-8248 FILED MARCH 14, 2012

- 1 Amend the amendment,  $\underline{H-8179}$ , to  $\underline{House\ File\ 2380}$  as 2 follows:
- 3 1. Page 1, line 12, by striking <one-half> and 4 inserting <eighteen one-hundredths>
- 5 2. Page 1, line 13, after <pupils> by inserting 6 <, and shall limit a school district's enrollment of 7 pupils in educational instruction and course content 8 that is delivered over the internet to not more than 9 one percent of the school district's enrollment>
- 10 3. Page 3, after line 12 by inserting:
- 11 <Sec. NEW SECTION. 256.28 Iowa learning 12 online initiative.
- 13 1. An Iowa learning online initiative is
  14 established within the department of education to
  15 partner with school districts and accredited nonpublic
  16 schools to provide distance education to high school
  17 students statewide. The department shall utilize
  18 a variety of content repositories, including those
  19 maintained by the area education agencies and the
  20 public broadcasting division, in administering the
  21 initiative.
- 22 2. Coursework offered under the initiative shall 23 meet the requirements of section 256.7, subsections 24 7, 8, and 9, and shall be taught by an appropriately 25 licensed teacher who has completed an online-learning 26 -for-Iowa-educators-professional-development project 27 offered by area education agencies, a teacher 28 preservice program, or comparable coursework.
- 3. Under the initiative, students must be enrolled in a participating school district or school, which is responsible for recording grades received for initiative coursework in a student's permanent record, awarding high school credit for initiative coursework, and issuing high school diplomas to students enrolled in the district or school who participate and complete coursework under the initiative. Each participating school district or school shall identify a site coordinator to serve as a student advocate and as a liaison between the initiative staff and teachers and the school district or school.
- 41 4. Coursework offered under the initiative shall
  42 be rigorous and high quality, and the department
  43 shall annually evaluate the quality of the courses,
  44 ensure that coursework is aligned with the state's
  45 core curriculum and core content requirements and
  46 standards, as well as national standards of quality for
  47 online courses issued by an internationally recognized
  48 association for kindergarten through grade twelve
  49 online learning.
- 50 5. The department may waive any requirement that a  $\frac{H-8249}{}$

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Page 2
 1 subject being studied under the initiative by a student
 2 enrolled in a school district or school participating
 3 in the initiative be a subject that is offered and
 4 taught by the professional staff of the participating
 5 school district or school.>
      4. Page 3, after line 24 by inserting:
      <Sec. . CENTER OF EXCELLENCE FOR ONLINE LEARNING
 7
 8 ---- LEGISLATIVE INTENT. It is the intent of the general
 9 assembly to encourage and support the establishment
10 of a center for excellence for online learning at the
11 university of northern Iowa.>
      5. By renumbering as necessary.
                              By CHAMBERS of O'Brien
                                 J. TAYLOR of Woodbury
H-8249 FILED MARCH 14, 2012
                            HOUSE FILE 2380
H-8250
     Amend the amendment, H-8191, to House File 2380 as
 2 follows:
 3
      1. Page 1, after line 1 by inserting:
      Page 3, before line 26 by inserting:
 4
 5
                            <DIVISION
 6
                       CORE CURRICULUM MATTERS
     Sec. . Section 256.7, subsection 26, paragraph
 7
 8 a, subparagraph (2), Code Supplement 2011, is amended
 9 to read as follows:
      (2) The rules establishing a core curriculum shall
11 address the core content standards in subsection 28 and
12 the skills and knowledge students need to be successful
13 in the twenty-first century. The core curriculum
14 shall include social studies and twenty-first century
15 learning skills which include but are not limited to
16 civic literacy, health literacy, technology literacy,
17 financial literacy, and employability skills; and
18 shall address the curricular needs of students in
19 kindergarten through grade twelve in those areas.
20 The department shall further define the twenty-first
21 century learning skills components by rule. The
22 provisions of section 256.18 shall be considered by
23 the state board in developing the core curriculum
24 requirements.
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25 (3) Notwithstanding any provision to the contrary,
26 an accredited nonpublic school is not required to
27 meet the core curriculum and core content standards
28 requirements of this chapter that are in conflict
29 with tenets and practices of the bona fide religious
30 institution in charge of the school.>>

2. By renumbering as necessary.

By CHAMBERS of O'Brien

<u>H-8250</u> FILED MARCH 14, 2012

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H-8261
1 Amend House File 2380 as follows:
      1. Page 3, before line 26 by inserting:
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                           <DIVISION
                       CORE CURRICULUM MATTERS
 4
 5
      Sec. . Section 256.7, subsection 26, paragraph
 6 a, Code Supplement 2011, is amended by adding the
 7 following new subparagraph:
 8 NEW SUBPARAGRAPH
      2. Page 3, before line 26 by inserting:
      <Sec. ___. Section 256.7, subsection 26, paragraph
11 a, Code Supplement 2011, is amended by adding the
12 following new subparagraph:
      NEW SUBPARAGRAPH. (4) The provisions of section
14 256.18 shall be considered by the state board in
15 developing the core curriculum requirements.>
      3. By renumbering as necessary.
                             By CHAMBERS of O'Brien
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H-8261 FILED MARCH 14, 2012

#### H-8233

12 subsection.

- 1 Amend House File 2214 as follows:
- 2 1. Page 1, line 2, by striking prohibited> and
  3 inserting <-- approval by city or county electorate>
- 2. Page 1, line 8, by striking <ordinance.> and
- 5 inserting <ordinance, except as provided in this
  6 section.>
- 7 3. Page 1, after line 8 by inserting:
- 8 <2. a. A city or county may employ the use of 9 automated traffic law enforcement systems only if the 10 city or county electorate approves the use of automated 11 traffic law enforcement systems as provided in this
- 13 b. A city or county that proposes to use automated 14 traffic law enforcement systems shall adopt a
- 15 resolution containing the proposal. The board of
- 16 supervisors or the city council shall call a special
- 17 election to vote upon the proposal before the county
- 18 or city begins installing or using automated traffic
- 19 law enforcement systems. The board of supervisors or
- 20 the city council shall publish notice of the proposal
- 21 at least once, not less than four nor more than twenty
- 22 days before the date of the election, in one or more
- 23 newspapers which meet the requirements of section
- 24 618.14. Notice of the election shall also comply with
- 25 and the 40 50 Miles and the shall be held a shall be
- 25 section 49.53. The election shall be held on a date
- 26 specified in section 39.2, subsection 4, paragraph "a".
- 27 The proposal is approved if the vote in favor of the
- 28 proposal is equal to at least a majority of the total
- 29 vote cast for and against the proposal at the election.
- 30 If the proposal is approved by the voters, the board of
- 31 supervisors or city council may proceed to install and
- 32 use automated traffic law enforcement systems.>
- 33 4. Page 1, line 9, by striking <2.> and inserting 34 3.>
- 5. Page 1, by striking lines 18 through 32 and inserting:
- 37 <Sec. . EXISTING AUTOMATED TRAFFIC LAW
- 38 ENFORCEMENT SYSTEMS -- SUSPENSION OF USE -- VALIDITY OF
- 39 PRIOR NOTICES AND CITATIONS. A county or city that is
- 40 using an automated traffic law enforcement system prior
- 41 to the effective date of this Act shall discontinue
- 42 using the system until a proposal for the use of
- 43 automated traffic law enforcement systems is adopted by
- 44 resolution and approved by an election as provided in
- 45 section 321.5A, subsection 2, paragraph "b", as enacted
- 46 by this Act. However, notices of violations mailed or
- 47 citations issued pursuant to an ordinance prior to the
- 48 effective date of this Act shall be processed according
- 49 to the provisions of the law under which they were
- 50 authorized.>
- 30 authorized.

**H-8233** Page 2

- 7. By renumbering as necessary.

By SCHULTE of Linn

<u>H-8233</u> FILED MARCH 14, 2012

- 1 Amend House File 2214 as follows:
- 2 1. By striking everything after the enacting clause 3 and inserting:
- 4 <Section 1. Section 321.1, Code Supplement 2011, is
  5 amended by adding the following new subsection:</pre>
- 6 NEW SUBSECTION. 95. "Automated traffic law
- 7 enforcement system" means a device with one or more
- 8 sensors working in conjunction with at least one of the 9 following:
- 10 a. An official traffic-control signal, to 11 produce recorded images of motor vehicles entering 12 an intersection against a flashing red light, steady 13 circular red light, or a steady red arrow.
- 14 b. An official traffic-control signal at a railroad 15 grade crossing, as described in section 321.342,
- 16 to produce recorded images of vehicles violating a 17 flashing red or steady circular red light.
- 18 c. A speed measuring device, to produce recorded 19 images of motor vehicles travelling at a prohibited
- 20 rate of speed.
- 21 Sec. 2. <u>NEW SECTION</u>. 321.5A Automated traffic law 22 enforcement systems.
- 23 A local authority shall not use an automated traffic 24 law enforcement system except as provided in this 25 section.
- 1. A local authority may by ordinance authorize the 27 use of automated traffic law enforcement systems to 28 detect violations of posted speed limits or official 29 traffic-control signals which constitute municipal or 30 county infractions.
- 2. A local authority shall provide signage, in 32 conformance with the uniform system adopted pursuant 33 to section 321.252, giving notice of the use of 34 an automated traffic law enforcement system on the 35 approach to each location where an automated traffic 36 law enforcement system is in use as follows:
- 37 a. A sign shall be posted on each road on the 38 approach to the next traffic-control signal where an 39 automated traffic law enforcement system is in use.
- 40 b. A sign shall be posted on the approach to the 41 next speed limit zone on a road where an automated 42 traffic law enforcement system is being used for speed 43 limit enforcement.
- c. A temporary sign shall be positioned or posted on the approach to each location where a mobile automated traffic law enforcement system is being used for speed limit enforcement.
- 48 d. A temporary or permanent sign giving notice of 49 the use of an automated traffic law enforcement system 50 for the enforcement of speed limits shall be positioned H-8234 -1-

#### Page 2

- 1 or posted at a distance in advance of the automated 2 traffic law enforcement system which, in relation to 3 the applicable speed limit, would provide adequate 4 notice to a motor vehicle operator travelling at the 5 speed limit before entering the range of the automated 6 traffic law enforcement system.
- 3. Recorded images produced by an automated traffic 8 law enforcement system evidencing a violation of a 9 posted speed limit or an official traffic-control 10 signal shall be reviewed by a peace officer of the 11 local law enforcement agency to affirm that a violation 12 occurred and the identity of the motor vehicle involved 13 in the violation. If following the officer's review, 14 a notice of a fine or citation is issued to the owner 15 of the motor vehicle involved in the violation, the 16 following requirements apply:
- 17 a. An affidavit bearing the written or electronic 18 signature of the peace officer shall be included on the 19 notice or citation.
- 20 b. The notice or citation shall contain a 21 statement, in bold type, regarding the process for 22 appealing the fine.
- 23 c. The notice or citation shall be sent by ordinary 24 mail to the owner of the motor vehicle involved not 25 more than thirty days following the incident giving 26 rise to the notice of a fine or citation, as evidenced 27 by the postmark.
- 4. A local authority shall not charge the owner of a motor vehicle administrative costs in addition to any civil penalty imposed for a violation detected by an automated traffic law enforcement system. Civil penalties imposed for such violations shall not exceed the following amounts:
- 34 a. For a violation of an official traffic-control 35 signal, fifty dollars.
- b. For a violation of a speed limit, the amount of the fine established in section 805.8A for an equivalent speeding violation charged as a scheduled violation, subject to the limitation established in established in county ordinance, or the limitation established in established in section 364.3, subsection 2, for violation of a city ordinance.
- 5. The owner of a motor vehicle shall not be liable for a violation detected by an automated traffic law enforcement system if a uniform traffic citation was issued to the operator of the motor vehicle in connection with the same violation.
- 49 6. A local authority that uses an automated traffic 50 law enforcement system shall file annually with the  $\mathbf{H-8234}$  -2-

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- 1 department of public safety a report comparing the type 2 and rate of accidents that occurred at each location 3 where an automated traffic law enforcement system was 4 employed during the previous year to the type and rate 5 of accidents at the same location during the previous 6 consecutive year. The report shall be kept on file and 7 used by the governing body of the local authority in 8 evaluating the effectiveness of the automated traffic 9 law enforcement program in improving public safety. Sec. 3. EXISTING AUTOMATED TRAFFIC LAW 11 ENFORCEMENT SYSTEMS ---- VALIDITY OF PRIOR NOTICES AND 12 CITATIONS. Notices mailed or citations issued of 13 violations committed prior to the effective date of 14 this Act, pursuant to a local ordinance authorizing the 15 use of an automated traffic law enforcement system, 16 shall not be invalidated by the enactment of this Act 17 and shall be processed according to the provisions of 18 the law under which they were authorized.> 19 2. Title page, line 1, by striking <prohibiting> 20 and inserting <relating to>
- 3. Title page, by striking line 2 and inserting 22 <systems.>
- 4. By renumbering as necessary.

By WENTHE of Fayette

H-8234 FILED MARCH 14, 2012

#### H-8235

- Amend <u>House File 2214</u> as follows:

  1. Page 1, after line 17 by inserting:

  3 <3. Notwithstanding subsection 1, a local authority

  4 that is using an automated traffic law enforcement
- 5 system prior to the effective date of this Act may 6 continue to use the system if the authority certifies
- 7 to the department of public safety that the use of
- 8 the automated traffic law enforcement system has
- 9 improved traffic safety at the location or locations
- 10 where it has been in use. The certification shall
- 11 be accompanied by documentation containing data to
- 12 support the claim of improved traffic safety. A local
- 13 authority that submits a certification under this
- 14 subsection may continue to use an automated traffic
- 15 law enforcement system that is covered under the
- 16 certification pursuant to the authorizing ordinance of 17 the local authority.>
- 18 2. Page 1, by striking lines 22 through 25 and 19 inserting <enforcement system shall discontinue
- 20 using the system and remove all automated traffic law
- 21 enforcement system equipment from the highways on or
- 22 before July 1, 2012, unless the local authority has
- 23 submitted certification to the department of public 24 safety pursuant to section 321.5A, subsection 3, as
- 25 enacted by this Act.>
- 26 3. Page 1, by striking line 26 and inserting:
- 27 <2. Except as provided in section 321.5A,</pre>
- 28 subsection 3, as enacted by this Act, on July 1, 2012, 29 all local>
- 30 4. Page 1, line 28, by striking <However, notices> 31 and inserting <Notices>
- 32 5. Page 1, line 29, by striking <such>
- 33 6. Title page, line 1, by striking <prohibiting>
- 34 and inserting <relating to>
- 35 7. By renumbering as necessary.

By SCHULTE of Linn

H-8235 FILED MARCH 14, 2012

#### H-8236

- Amend <u>House File 2214</u> as follows:
- 2 1. Page 1, line 2, by striking prohibited>
- 3 2. Page 1, after line 8 by inserting:
- <2. Notwithstanding subsection 1, a local</p>
- 5 authority that has established an automated traffic law
- 6 enforcement program prior to the effective date of this
- 7 Act shall terminate the program at the earliest date
- 8 possible as follows:
- 9 a. If the local authority has entered into a
- 10 contract for equipment or services relating to
- 11 automated traffic law enforcement systems prior to
- 12 the effective date of this Act, the city may continue
- 13 to use an automated traffic law enforcement system
- 14 or systems to the extent necessary to hold the city
- 15 harmless under the terms of the existing contract. A
- 16 city that continues using an automated traffic law
- 17 enforcement system on or after the effective date of
- 18 this Act, as authorized under this paragraph, shall not
- 19 extend or renew a contract, or enter any new contract,
- 20 for automated traffic law enforcement system equipment
- 21 or services on or after the effective date of this Act.
- 22 b. Upon the expiration of all prior contracts for
- 23 the use of automated traffic law enforcement systems,
- 24 a local authority's ordinance authorizing the use of
- 25 automated traffic law enforcement systems is void.
- 26 However, notices of violations mailed or citations
- 27 issued pursuant to such an ordinance prior to the date
- 28 the ordinance becomes void shall not be invalidated
- 29 under this section and shall be processed according
- 30 to the provisions of the law under which they were
- 31 authorized.>
- 32 3. Page 1, line 9, by striking <2.> and inserting
- 33 <3.>
- 34 4. Page 1, by striking lines 18 through 32.
- 5. Title page, line 2, after <systems, > by
- 36 inserting providing for temporary continuation of
- 37 existing automated traffic law enforcement programs, >
- 38 6. By renumbering as necessary.

By SCHULTE of Linn

H-8236 FILED MARCH 14, 2012

#### H-8239

- Amend <u>House File 2214</u> as follows: 2 1. Page 1, after line 17 by inserting:
- 3 <3. Notwithstanding subsection 1, a local authority</p>
- 4 that is using an automated traffic law enforcement
- 5 system prior to the effective date of this Act may
- 6 continue to use the system if the authority submits an
- 7 affidavit to the department of management on or before
- 8 June 30, 2012, certifying that discontinuing the use
- 9 of the automated traffic law enforcement system would
- 10 create a need for additional property taxes to support
- 11 operations and services of the local authority.>
- 12 2. Page 1, by striking lines 22 through 25 and
- 13 inserting <enforcement system shall discontinue
- 14 using the system and remove all automated traffic law
- 15 enforcement system equipment from the highways on or
- 16 before July 1, 2012, unless the local authority has
- 17 submitted an affidavit to the department of management
- 18 pursuant to section 321.5A, subsection 3, as enacted
- 19 by this Act.>
- 20 3. Page 1, by striking line 26 and inserting:
- 21 <2. Except as provided in section 321.5A,</p>
- 22 subsection 3, as enacted by this Act, on July 1, 2012,
- 23 all local>
- 24 4. Title page, line 1, by striking <prohibiting>
- 25 and inserting <relating to>
- 26 5. By renumbering as necessary.

By T. OLSON of Linn

H-8239 FILED MARCH 14, 2012

#### H-8245

43

- 1 Amend House File 2214 as follows:
- 2 1. By striking everything after the enacting clause 3 and inserting:
- 4 <Section 1. Section 364.22, Code 2011, is amended 5 by adding the following new subsection:
- 6 NEW SUBSECTION. 16. a. A civil penalty imposed 7 for a motor vehicle violation under a city's automated 8 traffic law enforcement program shall not exceed the 9 following amounts:
- 10 (1) For failure to obey an official traffic control 11 signal, an amount which is twenty-five dollars less 12 than the amount of the fine established in section 13 805.8A for an equivalent violation charged as a 14 scheduled violation.
- 15 (2) For a speeding violation, the amount of the 16 fine established in section 805.8A for an equivalent 17 speeding violation charged as a scheduled violation.
- 18 b. A city shall not charge the owner of a motor 19 vehicle administrative fees in addition to any civil 20 penalty imposed for a violation charged under the 21 city's automated traffic law enforcement program.
- c. (1) Notwithstanding section 364.22B or any other provision to the contrary, a city shall not contract with a private collection designee for collection of a delinquent fine imposed for a motor vehicle violation under a city's automated traffic law enforcement program sooner than six months after the initial mailing of the notice of the fine to the owner of the motor vehicle involved in the violation. Not less than thirty days prior to contracting with a private collection designee, the city shall send the person responsible for the fine at least one notice reminding the person of the delinquent debt and of the city's intended action with regard to collection of the debt.
- 36 (2) A city shall not contract with a private
  37 collection designee for collection of a delinquent
  38 fine imposed for a motor vehicle violation under a
  39 city's automated traffic law enforcement program at any
  40 time while the owner of the motor vehicle is pursuing
  41 an appeal of the fine in accordance with the appeals
  42 process established by the city by ordinance.
  - d. For purposes of this subsection:
- 44 (1) "Automated traffic law enforcement program" 45 means the utilization of one or more automated traffic 46 law enforcement systems to issue citations for civil 47 violations of traffic laws.
- 48 (2) "Automated traffic law enforcement system"
  49 means a device with one or more sensors working in
  50 conjunction with an official traffic control signal or
  H-8245 -1-

#### Page 2

- 1 a speed measuring device to produce recorded images
  2 of vehicles being operated in violation of traffic or
  3 speed laws.
- 4 Sec. 2. UNIFORM APPEALS PROCESS FOR AUTOMATED
- 5 TRAFFIC LAW ENFORCEMENT PROGRAMS. The department of
- 6 transportation shall coordinate a committee composed
- 7 of representatives selected by each city in Iowa
- 8 with an automated traffic law enforcement program and
- 9 representatives of any other Iowa cities desiring to
- 10 participate. The purpose of the committee shall be to
- 11 design a structured and uniform process for appealing
- 12 civil penalties imposed under automated traffic law
- 13 enforcement programs in cities throughout the state.
- 14 The department shall make a written report to the
- 15 general assembly on or before December 31, 2013,
- 16 describing the process agreed to by the committee.>
- 17 2. Title page, by striking lines 1 through 2 and
- 18 inserting <An Act relating to civil penalties imposed
- 19 by cities under an automated traffic law enforcement
- 20 program and providing for the adoption of a uniform
- 21 process for appeals.>

By HALL of Woodbury

H-8245 FILED MARCH 14, 2012

#### HOUSE FILE 2214

#### H - 8246

- 1 Amend House File 2214 as follows:
- 2 1. Page 1, line 8, by striking <ordinance.> and
- 3 inserting <ordinance, except as provided in this 4 section >
- 5 2. Page 1, after line 8 by inserting:
- 6 < 2. The state or a local authority may use an
- 7 automated traffic law enforcement camera in a road work
- 8 zone to detect violations by motor vehicle operators
- 9 traveling at a speed that is more than ten miles per
- 10 hour above the posted speed limit.>
- 11 3. Page 1, line 9, by striking <2.> and inserting 12 3.>
- 13 4. Page 1, line 22, before <shall> by inserting <in
- 14 a manner not authorized pursuant to section 321.5A, as
- 15 enacted by this Act,>
- 16 5. Page 1, line 28, after <system> by inserting <in
- 17 a manner not authorized pursuant to section 321.5A, as
- 18 enacted by this Act,>
- 19 6. Title page, line 1, by striking <prohibiting>
- 20 and inserting <relating to>
- 7. By renumbering as necessary.

By JORGENSEN of Woodbury

H-8246 FILED MARCH 14, 2012

#### H-8247

- Amend House File 2214 as follows:
- 2 1. By striking everything after the enacting clause 3 and inserting:
- 4 <Section 1. Section 321.1, Code Supplement 2011, is
  5 amended by adding the following new subsection:</pre>
- 6 NEW SUBSECTION. 95. "Automated traffic law
- 7 enforcement system" means a device with one or more
- 8 sensors working in conjunction with a traffic control
- 9 signal or device or a speed-measuring device to produce
- 10 recorded images of vehicles being operated in violation
- 11 of traffic or speed laws. "Automated traffic law
- 12 enforcement system" does not include a device operated
- 13 in the presence of a peace officer or a device mounted
- 14 on a school bus and operated in the presence of the 15 driver of the school bus.
- 16 Sec. 2. <u>NEW SECTION</u>. 321.5A Automated traffic 17 enforcement systems.
- 18 A local authority shall not use an automated traffic 19 enforcement system except as provided in this section.
- 20 1. A local authority may by ordinance authorize
- 21 the use of automated traffic enforcement systems to
- 22 detect violations of posted speed limits or official
- 23 traffic-control signals which constitute municipal or
- 24 county infractions.
- 25 2. A local authority shall not charge the owner
- 26 of a motor vehicle administrative costs in addition
- 27 to any civil penalty imposed for a violation detected
- 28 by an automated traffic enforcement system. Civil
- 29 penalties imposed for such violations shall not exceed 30 one hundred dollars.
- 30 one nundred dollars.
- 31 Sec. 3. EXISTING AUTOMATED TRAFFIC ENFORCEMENT
- 32 SYSTEMS ---- VALIDITY OF PRIOR NOTICES AND
- 33 CITATIONS. Notices mailed or citations issued
- 34 of violations committed prior to the effective date of
- 35 this Act, pursuant to a local ordinance authorizing the
- 36 use of an automated traffic enforcement system, shall
- 37 not be invalidated by the enactment of this Act and
- 38 shall be processed according to the provisions of the
- 39 law under which they were authorized.>
- 3. Title page, by striking line 2 and inserting 43 <systems.>

By JORGENSEN of Woodbury

H-8247 FILED MARCH 14, 2012

- 1 Amend House File 2214 as follows:
- 2 1. By striking everything after the enacting clause 3 and inserting:
- 4 <Section 1. Section 321.1, Code Supplement 2011, is
  5 amended by adding the following new subsection:</pre>
- 6 <u>NEW SUBSECTION</u>. 95. "Automated traffic law 7 enforcement system" means a device with one or more
- 8 sensors working in conjunction with a traffic control
- 9 signal or device or a speed-measuring device to produce 10 recorded images of vehicles being operated in violation
- 11 of traffic or speed laws. "Automated traffic law
- 12 enforcement system" does not include a device operated
- 13 in the presence of a peace officer or a device mounted
- 14 on a school bus and operated in the presence of the 15 driver of the school bus.
- 16 Sec. 2.  $\underline{\text{NEW SECTION}}$ . 321.5A Automated traffic 17 enforcement systems.
- 18 A local authority shall not use an automated traffic 19 enforcement system except as provided in this section.
- 1. A local authority may by ordinance authorize the use of automated traffic enforcement systems to detect violations of posted speed limits or official traffic-control signals which constitute municipal or county infractions.
- 25 2. Recorded images produced by an automated traffic 26 enforcement system evidencing a violation of a posted 27 speed limit or an official traffic-control signal 28 shall be reviewed by a peace officer of the local law 29 enforcement agency to affirm that a violation occurred 30 and the identity of the motor vehicle involved in the 31 violation. If following the officer's review, a notice 32 of a fine or citation is issued to the owner of the 33 motor vehicle involved in the violation, the following 34 requirements apply:
- 35 a. An affidavit bearing the written or electronic 36 signature of the peace officer shall be included on the 37 notice or citation.
- 38 b. The notice or citation shall contain a 39 statement, in bold type, regarding the process for 40 appealing the fine.
- c. The notice or citation shall be sent by ordinary 42 mail to the owner of the motor vehicle involved not 43 more than thirty days following the incident giving 44 rise to the notice of a fine or citation, as evidenced 45 by the postmark.
- 46 Sec. 3. EXISTING AUTOMATED TRAFFIC ENFORCEMENT
- 47 SYSTEMS ---- VALIDITY OF PRIOR NOTICES AND
- 48 CITATIONS. Notices mailed or citations issued
- 49 of violations committed prior to the effective date of
- 50 this Act, pursuant to a local ordinance authorizing the H-8251

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By JORGENSEN of Woodbury

<u>H-8251</u> FILED MARCH 14, 2012

#### H-8252

1 Amend House File 2214 as follows:

15 driver of the school bus.

- 2 1. By striking everything after the enacting clause 3 and inserting:
- 4 <Section 1. Section 321.1, Code Supplement 2011, is
  5 amended by adding the following new subsection:</pre>

6 <u>NEW SUBSECTION</u>. 95. "Automated traffic law 7 enforcement system" means a device with one or more 8 sensors working in conjunction with a traffic control

9 signal or device or a speed-measuring device to produce 10 recorded images of vehicles being operated in violation

11 of traffic or speed laws. "Automated traffic law

12 enforcement system" does not include a device operated

13 in the presence of a peace officer or a device mounted 14 on a school bus and operated in the presence of the

16 Sec. 2.  $\underline{\text{NEW SECTION}}$ . 321.5A Automated traffic 17 enforcement systems.

18 A local authority shall not use an automated traffic 19 enforcement system except as provided in this section.

- 1. A local authority may by ordinance authorize the use of automated traffic enforcement systems to detect violations of posted speed limits or official traffic-control signals which constitute municipal or county infractions.
- 25 2. A local authority shall provide signage, in 26 conformance with the uniform system adopted pursuant 27 to section 321.252, giving notice of the use of an 28 automated traffic enforcement system on the approach to 29 each location where an automated traffic enforcement 30 system is in use as follows:
- 31 a. A sign shall be posted on each road on the 32 approach to the next traffic-control signal where an 33 automated traffic enforcement system is in use.
- 34 b. A sign shall be posted on the approach to the 35 next speed limit zone on a road where an automated 36 traffic enforcement system is being used for speed 37 limit enforcement.
- 38 c. A temporary sign shall be positioned or posted 39 on the approach to each location where a mobile 40 automated traffic enforcement system is being used for 41 speed limit enforcement.
- d. A temporary or permanent sign giving notice of the use of an automated traffic enforcement system for the enforcement of speed limits shall be positioned or posted at a distance in advance of the automated traffic enforcement system which, in relation to the applicable speed limit, would provide adequate notice to a motor vehicle operator travelling at the speed limit before entering the range of the automated traffic enforcement system.>

**H-8252** Page 2

- 1 2. Title page, line 1, by striking <prohibiting>
- 2 and inserting <relating to>
- 3 3. Title page, by striking line 2 and inserting
- 4 <systems.>

By JORGENSEN of Woodbury

H-8252 FILED MARCH 14, 2012

- 1 Amend House File 2214 as follows:
- 2 1. By striking everything after the enacting clause 3 and inserting:
- 4 <Section 1. Section 331.307, Code 2011, is amended
  5 by adding the following new subsection:</pre>
- NEW SUBSECTION. 14. a. Notwithstanding any other provision of law, civil fines collected by a county from the use of an automated traffic law enforcement system shall be allocated as follows:
- 10 (1) The amount necessary to satisfy contractual 11 obligations of the county relating to the use of 12 automated traffic law enforcement systems shall be 13 retained by the county for that purpose.
- 14 (2) Moneys in excess of the amount necessary 15 for the purpose specified in subparagraph (1) shall 16 be deposited in the account established in section 17 602.8108.
- b. For purposes of this subsection, "automated traffic law enforcement system" means a device with one or more sensors working in conjunction with a traffic control signal or device or a speed-measuring device to produce recorded images of vehicles being operated in violation of traffic or speed laws.
- Sec. 2. Section 364.3, subsection 2, Code 25 Supplement 2011, is amended to read as follows:
- 26 2. For a violation of an ordinance, a city shall
  27 not provide a penalty in excess of the maximum fine and
  28 term of imprisonment for a simple misdemeanor under
  29 section 903.1, subsection 1, paragraph "a". An Except
  30 as otherwise provided in this section, an amount equal
  31 to ten percent of all fines collected by cities shall
  32 be deposited in the account established in section
  33 602.8108. However, one
- $\underline{a.}$   $\underline{One}$  hundred percent of all fines collected by a 35 city pursuant to section 321.236, subsection 1, shall 36 be retained by the city.
- b. Civil fines collected by a city from the use of automated traffic law enforcement system shall be allocated as follows:
- (1) The amount necessary to satisfy contractual obligations of the city relating to the use of automated traffic law enforcement systems shall be retained by the city for that purpose.
- 44 (2) Moneys in excess of the amount necessary
  45 for the purpose specified in subparagraph (1) shall
  46 be deposited in the account established in section
  47 602.8108.
- 48 (3) For purposes of this subsection, "automated
  49 traffic law enforcement system" means a device with one
  50 or more sensors working in conjunction with a traffic
  H-8253
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H-8253
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Page 2

- 1 control signal or device or a speed-measuring device to
  2 produce recorded images of vehicles being operated in
  3 violation of traffic or speed laws.
- 4 <u>c.</u> The criminal penalty surcharge required by 5 section 911.1 shall be added to a city fine and is not 6 a part of the city's penalty.
- 7 Sec. 3. Section 602.8108, Code Supplement 2011, is 8 amended by adding the following new subsection:
- 9 <u>NEW SUBSECTION</u>. 11. The clerk of the district 10 court shall forward to the treasurer of state, not
- 11 later than the fifteenth day of each month, all moneys
- 12 received from counties pursuant to section 331.307,
- 13 subsection 14, and from cities pursuant to section
- 14 364.3, subsection 2, paragraph "b", for deposit in the 15 road use tax fund.>
- 16 2. Title page, by striking lines 1 through 2 and
- 17 inserting <An Act providing for the disposition of
- 18 fines collected by a city or county pursuant to an
- 19 automated traffic law program.>

By JORGENSEN of Woodbury

H-8253 FILED MARCH 14, 2012

- 1 Amend House File 2214 as follows:
- 2 1. By striking everything after the enacting clause 3 and inserting:
- 4 <Section 1. Section 331.307, Code 2011, is amended
  5 by adding the following new subsection:</pre>
- NEW SUBSECTION. 14. a. Notwithstanding any other provision of law, civil fines collected by a county from the use of an automated traffic law enforcement system shall be allocated as follows:
- 10 (1) The amount necessary to satisfy contractual 11 obligations of the county relating to the use of 12 automated traffic law enforcement systems shall be 13 retained by the county for that purpose.
- 14 (2) From civil fines collected for violations 15 committed on roads under the jurisdiction of the 16 county, the county shall retain the amount in excess 17 of the amount necessary for the purpose specified in 18 subparagraph (1).
- 19 (3) Moneys in excess of the amount retained under 20 subparagraph (1) or (2) shall be deposited in the 21 account established in section 602.8108.
- b. For purposes of this subsection, "automated traffic law enforcement system" means a device with one or more sensors working in conjunction with a traffic control signal or device or a speed-measuring device to produce recorded images of vehicles being operated in violation of traffic or speed laws.
- Sec. 2. Section 364.3, subsection 2, Code 29 Supplement 2011, is amended to read as follows:
- 2. For a violation of an ordinance, a city shall not provide a penalty in excess of the maximum fine and term of imprisonment for a simple misdemeanor under section 903.1, subsection 1, paragraph "a". An Except as otherwise provided in this section, an amount equal to ten percent of all fines collected by cities shall be deposited in the account established in section 37 602.8108. However, one
- 38 <u>a.</u> One hundred percent of all fines collected by a 39 city pursuant to section 321.236, subsection 1, shall 40 be retained by the city.
- b. Civil fines collected by a city from the use of automated traffic law enforcement system shall be allocated as follows:
- (1) The amount necessary to satisfy contractual obligations of the city relating to the use of automated traffic law enforcement systems shall be retained by the city for that purpose.
- 48 (2) From civil fines collected for violations
  49 committed on roads under the jurisdiction of the
  50 city, the city shall retain the amount in excess of
  H-8254 -1-

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- the amount necessary for the purpose specified in
  subparagraph (1). A city shall not retain any fines
  collected from violations committed on any portion of
  a primary or interstate highway including an extension
  of a primary highway or interstate within the limits
  of the city.
- 7 (3) Moneys in excess of the amount retained under 8 subparagraph (1) or (2) shall be deposited in the 9 account established in section 602.8108.
- c. For purposes of this subsection, "automated traffic law enforcement system" means a device with one or more sensors working in conjunction with a traffic control signal or device or a speed-measuring device to produce recorded images of vehicles being operated in violation of traffic or speed laws.
- 16 <u>d.</u> The criminal penalty surcharge required by 17 section 911.1 shall be added to a city fine and is not 18 a part of the city's penalty.
- 19 Sec. 3. Section 602.8108, Code Supplement 2011, is 20 amended by adding the following new subsection:
- NEW SUBSECTION. 11. The clerk of the district court shall forward to the treasurer of state, not later than the fifteenth day of each month, all moneys received from counties pursuant to section 331.307, subsection 14, and from cities pursuant to section 364.3, subsection 2, paragraph "b", for deposit in the
- 28 2. Title page, by striking lines 1 and 2 and 29 inserting <An Act providing for the disposition of 30 fines collected by a city or county pursuant to an 31 automated traffic law enforcement program.>

By WAGNER of Linn

H-8254 FILED MARCH 14, 2012

27 road use tax fund.>

#### H-8255

- 1 Amend House File 2214 as follows:
- 2 1. Page 1, line 3, by striking <The> and inserting 3 <Except as provided in this section, the>
  - 2. Page 1, after line 8 by inserting:
- 5 <2. A local authority may use automated traffic
- 6 enforcement systems, provided that the number of such
- 7 systems in relation to the population of the city or
- 8 county using the systems shall not exceed a ratio of
- 9 one system for each ten thousand population.>
- 10 3. Page 1, line 9, by striking <2.> and inserting 11 <3.>
- 12 4. Page 1, by striking lines 22 through 25
- 13 and inserting <enforcement system not authorized
- 14 under section 321.5A, as enacted by this Act, shall
- 15 discontinue using the system on or before the effective
- 16 date of this Act.>
- 5. Page 1, line 28, after <system> by inserting
- 18 <not authorized under section 321.5A, as enacted by
- 19 this Act,>
- 21 and inserting <relating to>
- 22 7. By renumbering as necessary.

By JORGENSEN of Woodbury

H-8255 FILED MARCH 14, 2012

#### H-8256

- Amend House File 2214 as follows:
- 2 1. By striking everything after the enacting clause 3 and inserting:
- 4 <Section 1. Section 321.1, Code Supplement 2011, is
  5 amended by adding the following new subsection:</pre>
- 6 NEW SUBSECTION. 95. "Automated traffic law
- 7 enforcement system" means a device with one or more
- 8 sensors working in conjunction with a traffic control
- 9 signal or device or a speed-measuring device to produce
- 10 recorded images of vehicles being operated in violation
- 11 of traffic or speed laws. "Automated traffic law
- 12 enforcement system" does not include a device operated
- 13 in the presence of a peace officer or a device mounted
- 14 on a school bus and operated in the presence of the
- 15 driver of the school bus.
- 16 Sec. 2. <u>NEW SECTION</u>. 321.5A Automated traffic 17 enforcement systems.
- 18 A local authority shall not use an automated traffic 19 enforcement system except as provided in this section.
- 20 1. A local authority may by ordinance authorize
- 21 the use of automated traffic enforcement systems to
- 22 detect violations of posted speed limits or official
- 23 traffic-control signals which constitute municipal or
- 24 county infractions.
- 25 2. Notwithstanding subsection 1, a local authority
- 26 shall not use an automated traffic law enforcement
- 27 system on any road or portion of a road which is not
- 28 under the jurisdiction of the local authority including
- 29 but not limited to an interstate or a primary road
- 30 extension within a city.
- 31 Sec. 3. EXISTING AUTOMATED TRAFFIC ENFORCEMENT
- 32 SYSTEMS ---- VALIDITY OF PRIOR NOTICES AND
- 33 CITATIONS. Notices mailed or citations issued
- 34 of violations committed prior to the effective date of
- 35 this Act, pursuant to a local ordinance authorizing the
- 36 use of an automated traffic enforcement system, shall
- 37 not be invalidated by the enactment of this Act and
- 38 shall be processed according to the provisions of the
- 39 law under which they were authorized.>
- 41 and inserting <relating to>
- 3. Title page, by striking line 2 and inserting
- 43 <systems.>

By WAGNER of Linn

H-8256 FILED MARCH 14, 2012

- 1 Amend House File 2214 as follows:
- 2 1. By striking everything after the enacting clause 3 and inserting:
- 4 <Section 1. Section 321.1, Code Supplement 2011, is
  5 amended by adding the following new subsection:</pre>
- 6 NEW SUBSECTION. 95. "Automated traffic law
- 7 enforcement system" means a device with one or more
- 8 sensors working in conjunction with a traffic control
- 9 signal or device or a speed-measuring device to produce
- 10 recorded images of vehicles being operated in violation
- 11 of traffic or speed laws. "Automated traffic law
- 12 enforcement system" does not include a device operated
- 13 in the presence of a peace officer or a device mounted
- 14 on a school bus and operated in the presence of the 15 driver of the school bus.
- 16 Sec. 2. <u>NEW SECTION</u>. 321.257A Automated traffic 17 law enforcement systems.
- 18 Notwithstanding section 321.252 or any requirement
- 19 of the department's manual of traffic control devices,
- 20 a local authority that uses an automated traffic
- 21 law enforcement system in conjunction with a traffic
- 22 control signal shall establish the following minimum
- 23 periods of duration for a steady circular yellow,
- 24 steady yellow arrow, or flashing yellow arrow light
- 25 on every traffic control device within the local
- 26 authority's jurisdiction:
- 1. For a traffic control device located in a speed 28 zone with a speed limit of twenty-five miles per hour 29 or less, three seconds.
- 30 2. For a traffic control device located in a speed 31 zone with a speed limit of more than twenty-five miles 32 per hour but not more than thirty miles per hour, three 33 and one-half seconds.
- 34 3. For a traffic control device located in a speed 35 zone with a speed limit of more than thirty miles per 36 hour but not more than thirty-five miles per hour, four 37 seconds.
- 4. For a traffic control device located in a speed 39 zone with a speed limit of more than thirty-five miles 40 per hour but not more than forty miles per hour, four 41 and one-half seconds.
- 5. For a traffic control device located in a speed zone with a speed limit of more than forty miles per hour but not more than forty-five miles per hour, five seconds.
- 46 6. For a traffic control device located in a speed 47 zone with a speed limit of more than forty-five miles 48 per hour but not more than fifty miles per hour, five 49 and one-half seconds.
- 50 7. For a traffic control device located in a speed H-8257 -1-

# H-8257 Page 2 1 zone 2 hour, 3 Se

- 1 zone with a speed limit of more than fifty miles per
- 2 hour, six seconds.
- 3 Sec. 3. EXISTING AUTOMATED TRAFFIC ENFORCEMENT
- 4 SYSTEMS ---- VALIDITY OF PRIOR NOTICES AND
- 5 CITATIONS. Notices mailed or citations issued
- 6 of violations committed prior to the effective date of
- 7 this Act, pursuant to a local ordinance authorizing the
- 8 use of an automated traffic enforcement system, shall 9 not be invalidated by the enactment of this Act and
- 10 shall be processed according to the provisions of the
- 11 law under which they were authorized.>
- 12 2. Title page, by striking lines 1 and 2 and
- 13 inserting <An Act providing for standardization of
- 14 yellow lights on traffic control signals in communities
- 15 using automated traffic law enforcement systems.>

By L. MILLER of Scott

H-8257 FILED MARCH 14, 2012

## HOUSE FILE 2214

#### H-8258

- 1 Amend the amendment, <u>H-8234</u>, to <u>House File 2214</u> as
- 2 follows:
- 3 1. Page 2, line 35, by striking <fifty> and
- 4 inserting <one hundred>

By BRANDENBURG of Pottawattamie

H-8258 FILED MARCH 14, 2012

# HOUSE FILE 2214

- Amend the amendment,  $\underline{H-8257}$ , to  $\underline{House\ File\ 2214}$  as 2 follows:
- 3 1. By striking page 1, line 16, through page 2, 4 line 2, and inserting:
- 5 Section 1. Section 321.255, Code 2011, is amended 6 to read as follows:
- 7 321.255 Local traffic-control devices.
- 8 1. Local authorities in their respective
- 9 jurisdiction shall place and maintain such
- 10 traffic-control devices upon highways under their
- 11 jurisdiction as they may deem necessary to indicate
- 12 and to carry out the provisions of this chapter or
- 13 local traffic ordinances or to regulate, warn, or guide
- 14 traffic. All Except as provided in this section, all
- 15 such traffic-control devices hereafter erected by
- 16 <u>local authorities</u> shall conform to the state manual and 17 specifications.
- 18 <u>2. Notwithstanding section 321.252 or any</u>
  19 requirement of the department's manual of traffic control devices, a local authority that uses an
- 21 automated traffic law enforcement system in conjunction
- 22 with a traffic control signal shall establish the
- 23 following minimum periods of duration for a steady
- 24 circular yellow, steady yellow arrow, or flashing
- 25 yellow arrow light on every traffic control device
- 26 within the local authority's jurisdiction:
- 27 a. For a traffic control device located in a speed 28 zone with a speed limit of twenty-five miles per hour 29 or less, three seconds.
- b. For a traffic control device located in a speed zone with a speed limit of more than twenty-five miles per hour but not more than thirty miles per hour, three and one-half seconds.
- 34 c. For a traffic control device located in a speed 35 zone with a speed limit of more than thirty miles per 36 hour but not more than thirty-five miles per hour, four 37 seconds.
- d. For a traffic control device located in a speed zone with a speed limit of more than thirty-five miles per hour but not more than forty miles per hour, four and one-half seconds.
- e. For a traffic control device located in a speed zone with a speed limit of more than forty miles per hour but not more than forty-five miles per hour, five seconds.
- f. For a traffic control device located in a speed zone with a speed limit of more than forty-five miles per hour but not more than fifty miles per hour, five and one-half seconds.
- 50 g. For a traffic control device located in a speed H-8259 -1-

Page 2

- 1 zone with a speed limit of more than fifty miles per
- 2 hour, six seconds.>
- 3 2. By renumbering as necessary.

By L. MILLER of Scott

H-8259 FILED MARCH 14, 2012

#### HOUSE FILE 2214

# H-8262

- Amend the amendment,  $\underline{\text{H-8234}}$ , to  $\underline{\text{House File 2214}}$  as 2 follows:
- 3 1. Page 1, line 32, after <system> by inserting <on
  4 traffic control devices>
- 5 2. Page 1, line 34, after <on> by inserting <both 6 sides of>
- 7 3. Page 1, line 37, by striking <A sign shall
- 8 be posted on and inserting < A warning sign at least
- 9 forty-eight inches by thirty-six inches in size with a
- 10 distance plaque having a black legend and black border 11 on a yellow or fluorescent yellow-green color shall be
- 12 posted on both sides of>
- 13 4. Page 1, line 40, by striking <A sign shall
- 14 be posted on> and inserting <A warning sign at least
- 15 forty-eight inches by thirty-six inches in size with a
- 16 distance plaque having a black legend and black border
- 17 on a yellow or fluorescent yellow-green color shall be
- 18 posted on both sides of>
- 19 5. Page 1, after line 43 by inserting:
- 20 <c. The notice of the use of an automated traffic</p>
- 21 law enforcement system shall be positioned so as
- 22 to provide adequate perception-response time for
- 23 motorists.>
- 24 6. Page 1, line 44, by striking <c.> and inserting 25 d.>
- 26 7. By striking page 1, line 48, through page 2,
- 27 line 6, and inserting:
- 28 <e. The color and size of signage and the
- 29 distance of the placement of signage may vary from
- 30 the requirements of this section, provided that the
- 31 variation is based upon an engineering study and a copy
- 32 of the engineering study is maintained on file by the
- 33 local authority.>
- 34 8. Page 2, line 28, after <4.> by inserting <a.>
- 9. Page 2, line 34, by striking <a.> and inserting
- 36 (1) >
- 37 10. Page 2, by striking lines 36 through 43 and 38 inserting:
- 39 <(2) For a violation of a speed limit for speed</pre>
- 40 greater than ten miles per hour over the speed limit,
- 41 sixty-five dollars.
- 42 b. A local authority shall not impose a civil
- 43 penalty for violation of a speed limit for speed which
- 44 is ten miles per hour or less over the speed limit.>
- 45 11. By renumbering as necessary.

By R. OLSON of Polk

# HOUSE FILE 2371

# H-8228

- 1 Amend House File 2371 as follows:
- 2 1. Page 1, line 35, by striking < commissioner or
- 3 other> and inserting <commissioner or other>
- 2. Page 2, line 1, after <training> by inserting <,
- 5 provided that a commissioner shall be responsible for
- 6 all costs associated with the commissioner's attendance
- 7 and completion of such certification training course>
- 8 3. Page 2, line 2, by striking <<del>commissioner,</del>> and 9 inserting <commissioner,>
- 10 4. Page 2, line 5, by striking <<del>commissioner,</del>> and 11 inserting <commissioner,>

By HAGER of Allamakee

H-8228 FILED MARCH 14, 2012

# HOUSE FILE 2422

- 1 Amend House File 2422 as follows:
- 2 1. Page 2, line 13, after <administrator> by
- 3 inserting <or owner>
- 4 2. Page 2, line 22, by striking <or immediately 5 upon>
- 6 3. Page 2, by striking line 32 and inserting
- 7 <in accordance with the federal Health Insurance
- 8 Portability and Accountability Act of 1996, Pub. L. No.
- 9 104-191, other state and federal regulations, and rules 10 adopted by the department, to all of>
- 11 4. Page 3, line 24, by striking <residents or
- 12 tenants> and inserting <residents, tenants, and staff
- 13 of the facility or program>
  - 5. Page 4, after line 1 by inserting:
- 15 <6. The department shall work with interested
- 16 stakeholders in developing the proposed rules under 17 this section.>
- 18 6. Page 4, line 2, by striking <6.> and inserting 19 <7.>
- 20 7. Page 4, line 34, by striking <admit> and
- 21 inserting <enter into a lease or occupancy agreement 22 with>
- 23 8. Page 5, line 1, by striking <administrator > and 24 inserting <manager or owner >
- 9. Page 5, after line 13 by inserting:
- 26 <Sec. \_\_\_\_. PLACEMENT OF PERSONS REQUIRED TO 27 REGISTER.
- 28 1. For purposes of this section, "adequate
- 29 placement" means a placement that will provide the
- 30 level of care necessary for a person including the
- 31 level of care provided by a nursing facility or
- 32 residential care facility.
- 33 2. For the period beginning July 1, 2012, through
- 34 June 30, 2013, the department of human services, in
- 35 compliance with federal and state law, shall secure
- 36 adequate placements for persons required to register
- 37 as a sex offender pursuant to chapter 692A who are
- 38 being released from the custody of the department
- 39 of corrections and require the type of medical
- 40 and personal care provided by a nursing facility,
- 41 residential care facility, or assisted living program;
- 42 who are being discharged or transferred from nursing
- 43 facilities, residential care facilities, or assisted
- 44 living programs pursuant to a provision of this Act;
- 45 or who require the type of medical and personal care
- 46 provided by nursing facilities, residential care
- 47 facilities, or assisted living programs when the
- 48 persons are unable to gain access to a facility or
- 49 program because the persons are required to register on
- 50 the sex offender registry.

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H-8227
Page
         The department of human services may use a
      3.
 2 state facility to provide care for such persons or may
 3 conduct a request for proposal process to contract with
 4 a private facility to care for such persons. A request
 5 for proposals shall identify the reimbursement rate
 6 and the necessary training for staff in the facility
 7 or program.
      4. The department of human services shall secure
 9 an adequate placement for such a person within ten
10 business days of being notified by the department of
11 corrections, the department of inspections and appeals,
12 or a nursing facility, residential care facility,
13 or assisted living program that placement is needed
14 for such person, provided that such period shall not
15 commence until the department of public safety receives
16 and approves registration data and makes such data
17 available on the sex offender registry internet site
18 pursuant to section 692A.121, subsection 12.>
19
      10. Page 7, line 13, after <aide, > by inserting
20 <the office of the state long-term care ombudsman,>
21
      11. Page 7, by striking line 16 and inserting:
22
      <c. Representatives of the health care industry and
23 industry associations.>
      12. Page 7, after line 20 by inserting:
      <h. Other stakeholders as the department of
25
26 inspections and appeals deems necessary.>
27
      13. Page 7, line 21, by striking <h.> and inserting
28 <i.>
      14. Page 8, line 9, after < recommendations, > by
30 inserting <regulatory challenges,>
      15. Page 8, line 26, after <offenses.> by inserting
32 <The treatment safety plan shall address the procedure
33 for notifying other residents of the residency of a
34 person required to register as a sex offender.>
      16. Page 8, by striking lines 32 through 34 and
35
36 inserting <placement for a person requiring commitment
```

17. Title page, line 1, after <notification> by 40 inserting <in a nursing facility, residential care 41 facility, or assisted living program>

37 when the person also has a history of committing sexual

By FRY of Clarke

<u>H-8227</u> FILED MARCH 14, 2012

38 offenses.>

#### HOUSE FILE 2429

# H-8226

- 1 Amend the amendment,  $\underline{\text{H-8184}}$ , to  $\underline{\text{House File 2429}}$  as 2 follows:
- 3 1. Page 1, by striking lines 15 through 18 and
- 4 inserting <mail signature, electronic identifier
- 5 or screen name, biometric identifier, genetic
- 6 identification information, access device, logo,
- 7 symbol, trademark, place of employment, employee
- 8 identification number,>

By BALTIMORE of Boone

H-8226 FILED MARCH 14, 2012

# HOUSE FILE 2433

# H-8224

- 1 Amend the amendment, <u>H-8171</u>, to <u>House File 2433</u> as 2 follows:
  - B 1. Page 1, by striking lines 2 and 3 and inserting:
  - 4 < . Page 1, by striking lines 22 and 23 and
- 5 inserting < shall follow Robert's rules of order, in
- 6 governing the conduct of agency meetings unless it is
- 7 inconsistent with Iowa law.>>
- 8 2. Page 1, by striking lines 17 through 25 and 9 inserting:
- 10 < (2) The agency shall provide an opportunity
- 11 to make these oral presentations using the Iowa
- 12 communications network or other electronic means if a
- 13 request is received from twenty-five interested persons
- 14 residing in the same city or county.>
  - 5 3. Page 2, after line 16 by inserting:
- 16 < . Page 1, line 30, after <committee> by
- 17 inserting <if the committee finds good cause that
- 18 notice and public participation would be unnecessary,
- 19 impracticable, or contrary to the public interest,>>
- 20 4. Page 4, after line 11 by inserting:
- 21 <Sec. \_\_\_. Section 99G.24, subsection 7, paragraph
- 22 a, Code 2011, is amended to read as follows:
- 23 a. Has been convicted of a <del>criminal offense</del> <u>felony</u>,
- 24 an aggravated misdemeanor, or public offense related
- 25 to the security or integrity of the lottery in this or
- 26 any other jurisdiction.>>
- 5. Page 4, by striking line 12.
- 28 6. By renumbering as necessary.

By PETTENGILL of Benton

H-8224 FILED MARCH 14, 2012

#### HOUSE FILE 2433

#### H-8225

- 1 Amend the amendment,  $\underline{\text{H-8171}}$ , to  $\underline{\text{House File 2433}}$  as 2 follows:
- Page 3, by striking lines 26 through 39.
- 4 2. Page 4, by striking lines 13 through 28.
- 5 3. By renumbering as necessary.

By ISENHART of Dubuque

H-8225 FILED MARCH 14, 2012

### HOUSE FILE 2435

# H-8243

- 1 Amend House File 2435 as follows:
- 2 1. Page 9, line 30, by striking <3,788,859> and
- 3 inserting <3,979,048>
- $\frac{1}{2}$  2. Page  $\frac{1}{1}$ , line 6, by striking <70,000> and
- 5 inserting <132,580>
  - 3. Page 11, after line 6 by inserting:
- 7 < (1A) For distribution to the Iowa family planning
- 8 network agencies for necessary infrastructure,
- 9 statewide coordination, provider recruitment, service
- 10 delivery, and provision of assistance to patients in
- 11 determining an appropriate medical home:
- 12 ..... \$ 77,609>
- 13 4. Page 11, line 33, by striking <260,000> and
- 14 inserting <310,000>

By PETERSEN of Polk

H-8243 FILED MARCH 14, 2012

### HOUSE FILE 2435

#### H-8244

- 1 Amend House File 2435 as follows:
- 2 1. Page 61, after line 23 by inserting:
- 3 <Sec. \_\_\_. Section 237A.13, subsection 7, paragraph
- 4 a, Code 2011, is amended to read as follows:
- 5 a. Families with an income at or below one hundred
- 6 percent of the federal poverty level whose members are
- 7 employed, for at least twenty-eight hours per week in
- 8 the aggregate, are employed or are participating at a
- 9 satisfactory level in an approved training program or
- 10 educational program, and parents with a family income
- 11 at or below one hundred percent of the federal poverty
- 12 level who are under the age of twenty-one years and are
- 13 participating in an educational program leading to a
- 14 high school diploma or the equivalent.>
- 15 2. By renumbering as necessary.

By PETERSEN of Polk

H-8244 FILED MARCH 14, 2012

- Amend House File 2435 as follows:
- 1. Page 15, after line 2 by inserting:
- <e. (1) Of the funds appropriated in this
- 4 subsection, not more than \$10,000 shall be used 5 for purposes of establishing, in coordination with
- 6 relevant stakeholders, a plan and timetable to allow
- 7 manufacturers and wholesalers to voluntarily cease
- 8 manufacturing, selling, or distributing in this state
- 9 any infant pacifier or reusable beverage container 10 containing bisphenol A.
- 11 \_\_\_ (2) At a minimum, the plan shall ensure that a 12 manufacturer or wholesaler who sells or offers for sale 13 in this state a reusable beverage container that is 14 intended for retail sale shall conspicuously label the 15 container as not including bisphenol A and provide the 16 retailer with affirmation that the container does not 17 contain bisphenol A.
- (3) A voluntary agreement to cease manufacturing 19 infant pacifiers or reusable beverage containers shall, 20 at a minimum, do all of the following:
- (a) Require a manufacturer to use the least toxic 21 22 alternative to bisphenol A.
- (b) Prohibit a manufacturer from replacing 24 bisphenol A with a substance rated by the United States 25 environmental protection agency as a class A, B, or 26 C carcinogen or a substance listed on the agency's 27 list of chemicals evaluated for carcinogenic potential 28 as known or likely carcinogens, known to be human 29 carcinogens, or likely to be human carcinogens.
- (c) Prohibit a manufacturer from replacing 30 31 bisphenol A with a reproductive toxicant that has 32 been identified by the United States environmental 33 protection agency as causing birth defects, 34 reproductive harm, or developmental harm.
- (4) If the department has not established a plan 35 36 and a timetable by January 1, 2013, the department 37 shall propose legislation to the 85th general assembly 38 that prohibits products containing bisphenol A from 39 being manufactured, sold, or distributed in this state, 40 with terms not less restrictive than the terms proposed 41 for a voluntary agreement. Such legislation shall 42 provide for the prohibition of products containing
- 43 bisphenol A by January 1, 2014.>
- 44 2. By renumbering as necessary.

By ISENHART of Dubuque KAJTAZOVIC of Black Hawk

# SENATE FILE 2313

```
Amend Senate File 2313, as amended, passed, and
2 reprinted by the Senate, as follows:
     1. By striking everything after the enacting clause
4 and inserting:
     <Section 1. 2011 Iowa Acts, chapter 127, section
6 9, subsection 2, paragraph c, is amended by adding the
7 following new subparagraph:
8
     NEW SUBPARAGRAPH. (3) Notwithstanding section
9 8.33 or any other provision to the contrary,
10 any unencumbered or unobligated balance of the
11 appropriation made in this paragraph for the
12 insurance division or any other appropriation made for
13 operational purposes for the fiscal year beginning July
14 1, 2011, and ending June 30, 2012, that remains unused,
15 unencumbered, or unobligated at the close of the fiscal
16 year shall not revert but shall remain available to be
17 used for any relocation costs of the division in the
18 succeeding fiscal year.
     Sec. 2. 2011 Iowa Acts, chapter 127, section 61, is
19
20 amended to read as follows:
21
     SEC. 61. DEPARTMENT OF ADMINISTRATIVE SERVICES.
     1. There is appropriated from the general fund of
22
23 the state to the department of administrative services
24 for the fiscal year beginning July 1, 2012, and ending
25 June 30, 2013, the following amounts, or so much
26 thereof as is necessary, to be used for the purposes
27 designated, and for not more than the following
28 full-time equivalent positions:
     a. For salaries, support, maintenance, and
30 miscellaneous purposes:
31 ..... $ <del>2,010,172</del>
32
                                                  3,901,735
33 ..... FTEs
                                                     <del>84.18</del>
34
                                                      78.37
    b. For the payment of utility costs:
36 .....$
                                                  1,313,230
37
                                                  2,548,973
38 ..... FTEs
                                                      1.00
Notwithstanding section 8.33, any excess funds
40 appropriated for utility costs in this lettered
41 paragraph shall not revert to the general fund of the
42 state at the end of the fiscal year but shall remain
43 available for expenditure for the purposes of this
44 lettered paragraph during the succeeding fiscal year.
     c. For Terrace Hill operations:
46 .....$
                                                    202,957
47
                                                    393,939
48 ..... FTEs
    d. For the I3 distribution account:
50 ..... $ <del>1,638,973</del>
H-8223
                    -1-
```

# H-8223 Page 2 0 e. For operations and maintenance of the Iowa 3 building: 4 .....\$ 497,768 966,164 7.00 6 ..... FTEs 7 6.78 2. Members of the general assembly serving as 9 members of the deferred compensation advisory board 10 shall be entitled to receive per diem and necessary 11 travel and actual expenses pursuant to section 2.10, 12 subsection 5, while carrying out their official duties 13 as members of the board. 3. Any funds and premiums collected by the 14

- 3. Any funds and premiums collected by the department for workers' compensation shall be segregated into a separate workers' compensation fund in the state treasury to be used for payment of state employees' workers' compensation claims and administrative costs. Notwithstanding section 8.33, unencumbered or unobligated moneys remaining in this workers' compensation fund at the end of the fiscal year shall not revert but shall be available for expenditure for purposes of the fund for subsequent fiscal years.
- Sec. 3. DEPARTMENT OF ADMINISTRATIVE SERVICES

  ---- TRANSFER ---- MEDICATION THERAPY MANAGEMENT

  PROGRAM. Contingent upon the enactment of legislation
  during the 2012 legislative session establishing
  a medication therapy management program, there is
  transferred from the fees collected by the board of
  pharmacy pursuant to chapter 155A and retained by the
  board pursuant to the authority granted in section
  147.82 to the department of administrative services
  for the fiscal year beginning July 1, 2012, and ending
  June 30, 2013, \$510,000 to be used for the medication
  therapy management program.
- 37 Sec. 4. 2011 Iowa Acts, chapter 127, section 65, is 38 amended to read as follows:
  - SEC. 65. AUDITOR OF STATE.
- 1. There is appropriated from the general fund of the state to the office of the auditor of state for the fiscal year beginning July 1, 2012, and ending June 30, 2013, subject to subsection 3 of this section, the following amount, or so much thereof as is necessary, to be used for the purposes designated, and for not more than the following full-time equivalent positions:

For salaries, support, maintenance, and

48 miscellaneous purposes:
49 ..... \$ 452,734

878,755

H-8223

50

# **H-8223** Page 3

Рас		
1	FTEs	103.00
2	<ol> <li>The auditor of state may retain additional</li> </ol>	
3	full-time equivalent positions as is reasonable and	
4	necessary to perform governmental subdivision audits	
	which are reimbursable pursuant to section 11.20	
	or 11.21, to perform audits which are requested by	
	and reimbursable from the federal government, and	
	to perform work requested by and reimbursable from	
	departments or agencies pursuant to section 11.5A	
	or 11.5B. The auditor of state shall notify the	
	department of management, the legislative fiscal	
12	committee, and the legislative services agency of the	
13	additional full-time equivalent positions retained.	
14	3. The auditor of state shall allocate resources	
15	from the appropriation in this section solely for audit	
	work related to the comprehensive annual financial	
	report, federally required audits, and investigations	
	of embezzlement, theft, or other significant financial	
	irregularities until the audit of the comprehensive	
	annual financial report is complete.	
21	<del>-</del>	
	· · · · · · · · · · · · · · · · · · ·	
	amended to read as follows:	
23	SEC. 66. IOWA ETHICS AND CAMPAIGN DISCLOSURE	
	BOARD. There is appropriated from the general fund of	
	the state to the Iowa ethics and campaign disclosure	
	board for the fiscal year beginning July 1, 2012, and	
	ending June 30, 2013, the following amount, or so much	
28	thereof as is necessary, for the purposes designated:	
29	For salaries, support, maintenance, and	
30	miscellaneous purposes, and for not more than the	
31	following full-time equivalent positions:	
32	\$	<del>237,500</del>
33		475,000
34	FTEs	5.00
35		
	subsection 1, is amended to read as follows:	
37	1. There is appropriated from the general fund	
	of the state to the department of commerce for the	
	fiscal year beginning July 1, 2012, and ending June 30,	
	2013, the following amounts, or so much thereof as is	
	necessary, for the purposes designated:	
42	a. ALCOHOLIC BEVERAGES DIVISION	
43	For salaries, support, maintenance, and	
	miscellaneous purposes, and for not more than the	
45	following full-time equivalent positions:	
46 47	\$ 1	610,196 184,387
48	<u>+,</u> FTEs	<del>21.00</del>
49	ries	18.50
50	b. PROFESSIONAL LICENSING AND REGULATION BUREAU	10.50
п-8	-3-	

1 For salaries, support, maintenance, and 2 miscellaneous purposes, and for not more than the 3 following full-time equivalent positions: 4	Pag	ge 4	
3 following full-time equivalent positions:	1	For salaries, support, maintenance, and	
4	2		
582,641 6	3	following full-time equivalent positions:	
6	4	\$	<del>300,177</del>
Sec. 7. 2011 Iowa Acts, chapter 127, section 67, 8 subsection 2, paragraphs a, b, and c, are amended to 9 read as follows:  10 a. BANKING DIVISION 11 For salaries, support, maintenance, and 12 miscellaneous purposes, and for not more than the 13 following full-time equivalent positions:  14	5		582,641
8 subsection 2, paragraphs a, b, and c, are amended to 9 read as follows:  10 a. BANKING DIVISION  11 For salaries, support, maintenance, and  12 miscellaneous purposes, and for not more than the  13 following full-time equivalent positions:  14	6	FTEs	12.00
gread as follows:  10 a. BANKING DIVISION  11 For salaries, support, maintenance, and  12 miscellaneous purposes, and for not more than the  13 following full-time equivalent positions:  14	7	Sec. 7. 2011 Iowa Acts, chapter 127, section 67,	
a. BANKING DIVISION 1 For salaries, support, maintenance, and 13 following full-time equivalent positions: 14	8	subsection 2, paragraphs a, b, and c, are amended to	
The salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:  1	9	read as follows:	
12 miscellaneous purposes, and for not more than the 13 following full-time equivalent positions: 14	10	a. BANKING DIVISION	
13 following full-time equivalent positions:  14			
14	12	miscellaneous purposes, and for not more than the	
15	13	following full-time equivalent positions:	
16	14	\$	<del>4,425,835</del>
17 b. CREDIT UNION DIVISION PFOR salaries, support, maintenance, and 10 miscellaneous purposes, and for not more than the 11 following full-time equivalent positions: 12	15		9,098,170
b. CREDIT UNION DIVISION For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	16	FTEs	80.00
For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:  2	17		70.50
miscellaneous purposes, and for not more than the following full-time equivalent positions:	18	b. CREDIT UNION DIVISION	
21 following full-time equivalent positions:  22	19	For salaries, support, maintenance, and	
21 following full-time equivalent positions:  22	20	<del></del>	
22			
24	22		<del>863,998</del>
24	23		1,792,995
c. INSURANCE DIVISION  (1) For salaries, support, maintenance, and  miscellaneous purposes, and for not more than the  following full-time equivalent positions:	24	FTEs	
27 (1) For salaries, support, maintenance, and 28 miscellaneous purposes, and for not more than the 29 following full-time equivalent positions: 30	25		15.00
miscellaneous purposes, and for not more than the following full-time equivalent positions:	26	c. INSURANCE DIVISION	
following full-time equivalent positions:	27	(1) For salaries, support, maintenance, and	
30	28	miscellaneous purposes, and for not more than the	
30	29	following full-time equivalent positions:	
32	30		<del>2,491,622</del>
33  (2) The insurance division may reallocate 35 authorized full-time equivalent positions as necessary 36 to respond to accreditation recommendations or 37 requirements. The insurance division expenditures 38 for examination purposes may exceed the projected 39 receipts, refunds, and reimbursements, estimated 40 pursuant to section 505.7, subsection 7, including the 41 expenditures for retention of additional personnel, 42 if the expenditures are fully reimbursable and the 43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	31		4,983,244
34 (2) The insurance division may reallocate 35 authorized full-time equivalent positions as necessary 36 to respond to accreditation recommendations or 37 requirements. The insurance division expenditures 38 for examination purposes may exceed the projected 39 receipts, refunds, and reimbursements, estimated 40 pursuant to section 505.7, subsection 7, including the 41 expenditures for retention of additional personnel, 42 if the expenditures are fully reimbursable and the 43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	32	FTEs	<del>106.50</del>
authorized full-time equivalent positions as necessary to respond to accreditation recommendations or requirements. The insurance division expenditures for examination purposes may exceed the projected receipts, refunds, and reimbursements, estimated pursuant to section 505.7, subsection 7, including the expenditures for retention of additional personnel, if the expenditures are fully reimbursable and the division first does both of the following:  (a) Notifies the department of management, the legislative services agency, and the legislative fiscal committee of the need for the expenditures.  (b) Files with each of the entities named in subparagraph division (a) the legislative and regulatory justification for the expenditures, along with an estimate of the expenditures.	33		99.50
36 to respond to accreditation recommendations or 37 requirements. The insurance division expenditures 38 for examination purposes may exceed the projected 39 receipts, refunds, and reimbursements, estimated 40 pursuant to section 505.7, subsection 7, including the 41 expenditures for retention of additional personnel, 42 if the expenditures are fully reimbursable and the 43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	34	(2) The insurance division may reallocate	
37 requirements. The insurance division expenditures 38 for examination purposes may exceed the projected 39 receipts, refunds, and reimbursements, estimated 40 pursuant to section 505.7, subsection 7, including the 41 expenditures for retention of additional personnel, 42 if the expenditures are fully reimbursable and the 43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	35	authorized full-time equivalent positions as necessary	У
38 for examination purposes may exceed the projected 39 receipts, refunds, and reimbursements, estimated 40 pursuant to section 505.7, subsection 7, including the 41 expenditures for retention of additional personnel, 42 if the expenditures are fully reimbursable and the 43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	36	to respond to accreditation recommendations or	
39 receipts, refunds, and reimbursements, estimated 40 pursuant to section 505.7, subsection 7, including the 41 expenditures for retention of additional personnel, 42 if the expenditures are fully reimbursable and the 43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	37	requirements. The insurance division expenditures	
40 pursuant to section 505.7, subsection 7, including the 41 expenditures for retention of additional personnel, 42 if the expenditures are fully reimbursable and the 43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	38	for examination purposes may exceed the projected	
41 expenditures for retention of additional personnel, 42 if the expenditures are fully reimbursable and the 43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	39	receipts, refunds, and reimbursements, estimated	
42 if the expenditures are fully reimbursable and the 43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	40	pursuant to section 505.7, subsection 7, including the	е
43 division first does both of the following: 44 (a) Notifies the department of management, the 45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	41	expenditures for retention of additional personnel,	
(a) Notifies the department of management, the legislative services agency, and the legislative fiscal committee of the need for the expenditures.  (b) Files with each of the entities named in subparagraph division (a) the legislative and regulatory justification for the expenditures, along with an estimate of the expenditures.	42	if the expenditures are fully reimbursable and the	
45 legislative services agency, and the legislative fiscal 46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	43	division first does both of the following:	
46 committee of the need for the expenditures. 47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	44	(a) Notifies the department of management, the	
47 (b) Files with each of the entities named in 48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	45	legislative services agency, and the legislative fisc	al
48 subparagraph division (a) the legislative and 49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	46	committee of the need for the expenditures.	
49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	47	(b) Files with each of the entities named in	
49 regulatory justification for the expenditures, along 50 with an estimate of the expenditures.	48	subparagraph division (a) the legislative and	
50 with an estimate of the expenditures.			
H-8223	50	with an estimate of the expenditures.	
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# H-8223 Page Sec. 8. 2011 Iowa Acts, chapter 127, section 67, 2 subsection 2, paragraph d, subparagraphs (1) and (2), 3 are amended to read as follows: (1) For salaries, support, maintenance, and 5 miscellaneous purposes, and for not more than the 6 following full-time equivalent positions: 7 ..... \$ <del>4,086,535</del> 8,173,069 9 ..... FTEs 10 (2) The utilities division may expend additional 11 funds, including funds for additional personnel, if 12 those additional expenditures are actual expenses which 13 exceed the funds budgeted for utility regulation and 14 the expenditures are fully reimbursable. Before the 15 division expends or encumbers an amount in excess of 16 the funds budgeted for regulation, the division shall 17 first do both of the following: Notify the department of management, the 19 legislative services agency, and the legislative fiscal 20 committee of the need for the expenditures. (b) File with each of the entities named in 22 subparagraph division (a) the legislative and 23 regulatory justification for the expenditures, along 24 with an estimate of the expenditures. Sec. 9. 2011 Iowa Acts, chapter 127, section 67, 26 subsection 2, paragraph d, subparagraph (4), is amended 27 to read as follows: (4) In addition to the funds otherwise appropriated 29 to the division in subparagraph (1), and contingent 30 upon the enactment of legislation during the 2011 31 2012 legislative session relating to the permitting, 32 licensing, construction, and operation of nuclear 33 generation facilities and establishing rate-making 34 principles in relation thereto, for salaries, support, 35 consulting, maintenance, and miscellaneous purposes,

79.00

3.50

37 equivalent positions: 38 .....\$ 425,000 39 ..... FTEs 40 Sec. 10. 2011 Iowa Acts, chapter 127, section 68, 41 is amended to read as follows: SEC. 68. DEPARTMENT OF COMMERCE ---- PROFESSIONAL 42 43 LICENSING AND REGULATION BUREAU. There is appropriated 44 from the housing trust fund of the Iowa finance 45 authority created in section 16.181, to the bureau of 46 professional licensing and regulation of the banking 47 division of the department of commerce for the fiscal 48 year beginning July 1, 2012, and ending June 30, 49 2013, the following amount, or so much thereof as is 50 necessary, to be used for the purposes designated: H-8223 - 5 -

36 and for not more than the following full-time

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Page 6
1 For salaries, support, maintenance, and
2 miscellaneous purposes:
3 .....$
                                                       <del>31,159</del>
                                                        62,317
     Sec. 11. IOWA TELECOMMUNICATIONS AND TECHNOLOGY
6 COMMISSION ---- REGIONAL TELECOMMUNICATIONS
7 COUNCILS. There is appropriated from the general
8 fund of the state to the Iowa telecommunications and
9 technology commission for the fiscal year beginning
10 July 1, 2012, and ending June 30, 2013, the following
11 amounts, or so much thereof as is necessary, to be used
12 for the purposes designated:
    For state aid for regional telecommunications
13
14 councils:
15 .....$
                                                       992,913
16 The regional telecommunications councils established
17 in section 8D.5 shall use the moneys appropriated
18 in this section to provide technical assistance for
19 network classrooms, planning and troubleshooting for
20 local area networks, scheduling of video sites, and
21 other related support activities.
22
     Sec. 12. 2011 Iowa Acts, chapter 127, section 69,
23 is amended to read as follows:
24 SEC. 69. GOVERNOR AND LIEUTENANT GOVERNOR. There
25 is appropriated from the general fund of the state to
26 the offices of the governor and the lieutenant governor
27 for the fiscal year beginning July 1, 2012, and ending
28 June 30, 2013, the following amounts, or so much
29 thereof as is necessary, to be used for the purposes
30 designated:
31 For salaries, support, maintenance, and
32 miscellaneous purposes:
33 ..... $ <del>1,144,013</del>
34
                                                     2,220,523
35 ..... FTEs
                                                         22.88
                                                         22.00
37 Sec. 13. 2011 Iowa Acts, chapter 127, section 70,
38 is amended to read as follows:
    SEC. 70. GOVERNOR'S OFFICE OF DRUG CONTROL
40 POLICY. There is appropriated from the general fund
41 of the state to the governor's office of drug control
42 policy for the fiscal year beginning July 1, 2012, and
43 ending June 30, 2013, the following amount, or so much
44 thereof as is necessary, to be used for the purposes
45 designated:
46
     For salaries, support, maintenance, and
47 miscellaneous purposes, including statewide
48 coordination of the drug abuse resistance education
49 (D.A.R.E.) programs or similar programs, and for not
50 more than the following full-time equivalent positions:
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Page	
1	

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Page 7			
1	\$ \frac{145,000}{290,000}		
3 FT:			
5 Sec. 14. 2011 Iowa Acts, chapter 127, section 6 is amended to read as follows:			
7 SEC. 71. DEPARTMENT OF HUMAN RIGHTS. There is			
8 appropriated from the general fund of the state to			
9 the department of human rights for the fiscal year			
10 beginning July 1, 2012, and ending June 30, 2013,			
11 following amounts, or so much thereof as is necess			
12 to be used for the purposes designated:	ary,		
13 1. CENTRAL ADMINISTRATION DIVISION			
14 For salaries, support, maintenance, and			
15 miscellaneous purposes, and for not more than the			
16 following full-time equivalent positions:			
17	\$ <del>103,052</del>		
18	200,022		
19 FT	Es <del>7.00</del>		
20	5.35		
21 2. COMMUNITY ADVOCACY AND SERVICES DIVISION			
For salaries, support, maintenance, and			
23 miscellaneous purposes, and for not more than the			
24 following full-time equivalent positions:			
25	•		
26	997,746		
27 FT			
20 29 3. CRIMINAL AND JUVENILE JUSTICE PLANNING DIVI	9.38		
30 For salaries, support, maintenance, and	SION		
31 miscellaneous purposes, and for not more than the			
32 following full-time equivalent positions:			
33	\$ <del>511,946</del>		
34	993,685		
35 FT			
36 The criminal and juvenile justice planning advi	sory		
37 council and the juvenile justice advisory council	-		
38 shall coordinate their efforts in carrying out the	ir		
39 respective duties relative to juvenile justice.			
40 Sec. 15. 2011 Iowa Acts, chapter 127, section	72,		
41 is amended to read as follows:			
42 SEC. 72. DEPARTMENT OF INSPECTIONS AND			
43 APPEALS. There is appropriated from the general f	und		
44 of the state to the department of inspections and	_		
45 appeals for the fiscal year beginning July 1, 2012			
46 ending June 30, 2013, the following amounts, or so			
47 thereof as is necessary, for the purposes designate 48 1. ADMINISTRATION DIVISION	eu:		
48 1. ADMINISTRATION DIVISION 49 For salaries, support, maintenance, and			
50 miscellaneous purposes, and for not more than the			
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<u></u>			

	ge 8	
1	following full-time equivalent positions:	
2		<del>763,870</del>
3		248,409
4	FTEs	<del>37.40</del>
5		14.25
6	2. ADMINISTRATIVE HEARINGS DIVISION	
7	For salaries, support, maintenance, and	
8	miscellaneous purposes, and for not more than the	
9	following full-time equivalent positions:	
10	\$	<del>264,377</del>
11		528,753
12	FTEs	23.00
13	3. INVESTIGATIONS DIVISION	
14	a. For salaries, support, maintenance, and	
15	miscellaneous purposes, and for not more than the	
16		
17		<del>584,320</del>
18		1,168,639
19	FTEs	58.50
20		
21	investigations division, shall provide a report to	
	the general assembly by January 10, 2013, concerning	
	the fiscal impact of additional full-time equivalent	
	positions on the department's efforts relative to the	
25	Medicaid divestiture program under chapter 249F.	
26		
27		
	a. For salaries, support, maintenance, and	
	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the	
28	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	1,777,664
28 29	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	<del>1,777,664</del> 3,917,666
28 29 30	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	
28 29 30 31	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666
28 29 30 31 32	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	$\frac{3,917,666}{134.75}$
28 29 30 31 32 33	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	$\frac{3,917,666}{134.75}$
28 29 30 31 32 33 34 35	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:\$  FTES	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38 39	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38 39	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38 39 40 41	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38 39 41 42 43 44 45 46	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 29 30 31 32 33 34 35 36 37 38 39 41 42 43 44 45 46	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 30 31 32 33 34 35 36 37 38 39 41 42 43 44 45 46 47 48	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 30 31 32 33 34 35 36 37 38 39 41 42 43 44 45 46 47 48 49	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75
28 30 31 32 33 34 35 36 37 38 39 41 42 43 44 45 46 47 48 50	a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	3,917,666 134.75 121.75

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1 capacity, and serving as surveyors, inspectors, or 2 monitors in the field by type of service provider 3 inspected.

- Identification of state and federal survey (4)5 trends, cited regulations, the scope and severity of 6 deficiencies identified, and federal and state fines 7 assessed and collected concerning nursing and assisted 8 living facilities and programs.
- c. It is the intent of the general assembly that 10 the department and division continuously solicit input 11 from facilities regulated by the division to assess and 12 improve the division's level of collaboration and to 13 identify new opportunities for cooperation.
  - 5. EMPLOYMENT APPEAL BOARD
- a. For salaries, support, maintenance, and 15 16 miscellaneous purposes, and for not more than the 17 following full-time equivalent positions:

18 ..... \$ 21,10819 42,215 20 ..... FTEs 14.00

21 b. The employment appeal board shall be reimbursed 22 by the labor services division of the department 23 of workforce development for all costs associated 24 with hearings conducted under chapter 91C, related 25 to contractor registration. The board may expend, 26 in addition to the amount appropriated under this 27 subsection, additional amounts as are directly billable 28 to the labor services division under this subsection 29 and to retain the additional full-time equivalent 30 positions as needed to conduct hearings required 31 pursuant to chapter 91C.

- 32 6. CHILD ADVOCACY BOARD
- a. For foster care review and the court appointed 33 34 special advocate program, including salaries, support, 35 maintenance, and miscellaneous purposes, and for not 36 more than the following full-time equivalent positions:

37 ..... \$ <del>1,340,145</del> 38 2,680,290 39 ..... FTEs 40.80 40 32.35

- b. The department of human services, in 41 42 coordination with the child advocacy board and the 43 department of inspections and appeals, shall submit an 44 application for funding available pursuant to Tit. IV-E 45 of the federal Social Security Act for claims for child 46 advocacy board administrative review costs.
- c. The court appointed special advocate program 48 shall investigate and develop opportunities for 49 expanding fund-raising for the program.
- 50 d. Administrative costs charged by the department -9-

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Page 10
1 of inspections and appeals for items funded under this
2 subsection shall not exceed 4 percent of the amount
3 appropriated in this subsection.
     Sec. 16. 2011 Iowa Acts, chapter 127, section 72,
5 is amended by adding the following new subsection:
     NEW SUBSECTION. 7. FOOD AND CONSUMER SAFETY
     For salaries, support, maintenance, and
7
8 miscellaneous purposes, and for not more than the
9 following full-time equivalent positions:
10 ..... $ 1,279,331
11 ..... FTEs 21.00
12 Sec. 17. 2011 Iowa Acts, chapter 127, section 73,
13 is amended to read as follows:
14 SEC. 73. DEPARTMENT OF INSPECTIONS AND APPEALS ----
15 MUNICIPAL CORPORATION FOOD INSPECTIONS. For the fiscal
16 year beginning July 1, 2012, and ending June 30, 2013,
17 the department of inspections and appeals shall retain
18 any license fees generated during the fiscal year as
19 a result of actions under section 137F.3A occurring
20 during the period beginning July 1, 2009, and ending
21 June 30, <del>2011</del> 2013, for the purpose of enforcing the
22 provisions of \overline{\text{chapters }} 137C, 137D, and 137F.
     Sec. 18. DEPARTMENT OF INSPECTIONS AND
24 APPEALS ---- GENERAL SUPPORT ---- MEDICAID FRAUD FUND
25 APPROPRIATION. There is appropriated from the Medicaid
26 fraud fund created in section 249A.7 to the health
27 facilities division of the department of inspections
28 and appeals for the fiscal year beginning July 1, 2012,
29 and ending June 30, 2013, the following amount, or
30 so much thereof as is necessary, to be used for the
31 purposes designated:
     For salaries, support, maintenance, and
32
33 miscellaneous purposes:
34 .....$
                                                       286,661
    Sec. 19. DEPARTMENT OF INSPECTIONS AND APPEALS
36 ---- STATE MATCH REQUIREMENTS ---- MEDICAID FRAUD FUND
37 APPROPRIATION. There is appropriated from the Medicaid
38 fraud fund created in section 249A.7 to the department
39 of inspections and appeals for the fiscal year
40 beginning July 1, 2012, and ending June 30, 2013, the
41 following amounts, or so much thereof as is necessary,
42 to be used for the purposes designated:
     1. To cover the cost of any state match to draw
44 down matching federal funds through the department of
45 human services for additional full-time equivalent
46 positions for conducting investigations of alleged
47 fraud and overpayments of food assistance benefits
48 through electronic benefits transfer:
49 .....$
                                                       119,070
50 2. For the state financial match requirement
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Page 11 1 for meeting the federal mandates connected with the 2 department's Medicaid fraud and abuse activities: 3 .....\$ 885,262 3. To cover costs incurred by the department or 5 other agencies in providing regulation, responding to 6 allegations, or other activity involving chapter 1350: 7 ...... \$ 119,480 8 Sec. 20. DEPARTMENT OF INSPECTIONS AND APPEALS 9 ---- LEGISLATIVE IMPLEMENTATION ---- MEDICAID FRAUD FUND 10 APPROPRIATION. There is appropriated from the Medicaid 11 fraud fund created in section 249A.7 to the department 12 of inspections and appeals for the fiscal year 13 beginning July 1, 2012, and ending June 30, 2013, the 14 following amount, or so much thereof as is necessary, 15 to be used for the purposes designated: For salaries, support, maintenance, miscellaneous 17 purposes, administration, and other costs associated 18 with implementation of 2010 Iowa Acts, chapter 1177: 19 .....\$ 250,000 20 Sec. 21. 2011 Iowa Acts, chapter 127, section 78, 21 is amended to read as follows: 22 SEC. 78. RACING AND GAMING COMMISSION. 23 1. RACETRACK REGULATION There is appropriated from the gaming regulatory 25 revolving fund established in section 99F.20 to the 26 racing and gaming commission of the department of 27 inspections and appeals for the fiscal year beginning 28 July 1, 2012, and ending June 30, 2013, the following 29 amount, or so much thereof as is necessary, to be used 30 for the purposes designated: For salaries, support, maintenance, and 32 miscellaneous purposes for the regulation of 33 pari-mutuel racetracks, and for not more than the 34 following full-time equivalent positions: 35 ..... \$ <del>1,255,720</del> 2,898,925 37 ..... FTEs 28.53 38 32.03 39 2. EXCURSION BOAT AND GAMBLING STRUCTURE REGULATION There is appropriated from the gaming regulatory 41 revolving fund established in section 99F.20 to the 42 racing and gaming commission of the department of 43 inspections and appeals for the fiscal year beginning 44 July 1, 2012, and ending June 30, 2013, the following 45 amount, or so much thereof as is necessary, to be used 46 for the purposes designated: 47 For salaries, support, maintenance, and 48 miscellaneous purposes for administration and 49 enforcement of the excursion boat gambling and gambling 50 structure laws, and for not more than the following

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1 full-time equivalent positions:
2 ..... $ <del>1,539,050</del>
                                                    2,923,838
                                                        44.22
 4 ..... FTEs
                                                        40.72
6 Sec. 22. 2011 Iowa Acts, chapter 127, section 79,
7 is amended to read as follows:
8 SEC. 79. ROAD USE TAX FUND APPROPRIATION ----
9 DEPARTMENT OF INSPECTIONS AND APPEALS. There is
10 appropriated from the road use tax fund created in
11 section 312.1 to the administrative hearings division
12 of the department of inspections and appeals for the
13 fiscal year beginning July 1, 2012, and ending June 30,
14 2013, the following amount, or so much thereof as is
15 necessary, for the purposes designated:
     For salaries, support, maintenance, and
17 miscellaneous purposes:
18 ......$ <del>811,949</del>
19
                                                    1,623,897
20
     Sec. 23. 2011 Iowa Acts, chapter 127, section 80,
21 is amended to read as follows:
     SEC. 80. DEPARTMENT OF MANAGEMENT.
22
     1. There is appropriated from the general fund
23
24 of the state to the department of management for the
25 fiscal year beginning July 1, 2012, and ending June 30,
26 2013, the following amounts, or so much thereof as is
27 necessary, to be used for the purposes designated:
     For salaries, support, maintenance, and
29 miscellaneous purposes, and for not more than the
30 following full-time equivalent positions:
31 ..... $ <del>1,196,999</del>
32
                                                    2,323,370
33 ..... FTEs
                                                        25.00
34
                                                        20.00
     2. Of the moneys appropriated in this section, the
35
36 department shall use a portion for enterprise resource
37 planning, providing for a salary model administrator,
38 conducting performance audits, and for the department's
39 LEAN process.
    Sec. 24. 2011 Iowa Acts, chapter 127, section 81,
40
41 is amended to read as follows:
     SEC. 81. ROAD USE TAX APPROPRIATION ---- DEPARTMENT
43 OF MANAGEMENT. There is appropriated from the road use
44 tax fund created in section 312.1 to the department
45 of management for the fiscal year beginning July 1,
46 2012, and ending June 30, 2013, the following amount,
47 or so much thereof as is necessary, to be used for the
48 purposes designated:
     For salaries, support, maintenance, and
50 miscellaneous purposes:
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Pag	ge 13	
1	\$	<del>28,000</del>
2	4	56,000
		36,000
3	Sec. 25. 2011 Iowa Acts, chapter 127, section 82,	
4	is amended to read as follows:	
5	SEC. 82. DEPARTMENT OF REVENUE.	
6	<ol> <li>There is appropriated from the general fund</li> </ol>	
7	of the state to the department of revenue for the	
8	fiscal year beginning July 1, 2012, and ending June 30,	
	2013, the following amounts, or so much thereof as is	
10	necessary, to be used for the purposes designated:	
11	For salaries, support, maintenance, and	
12	miscellaneous purposes, and for not more than the	
	following full-time equivalent positions:	
14	\$ <del>8,</del>	<del>829,742</del>
15	17.	138,488
	FTEs	303.48
	F1E5	
17		245.46
18	<ol><li>Of the funds appropriated pursuant to this</li></ol>	
19	section, \$400,000 shall be used to pay the direct	
	costs of compliance related to the collection and	
21	distribution of local sales and services taxes imposed	
22	pursuant to chapters 423B and 423E.	
23	3. The director of revenue shall prepare and issue	
	a state appraisal manual and the revisions to the	
25	state appraisal manual as provided in section 421.17,	
26	subsection 17, without cost to a city or county.	
27	Sec. 26. 2011 Iowa Acts, chapter 127, section 83,	
	is amended to read as follows:	
29	SEC. 83. MOTOR VEHICLE FUEL TAX	
30	APPROPRIATION. There is appropriated from the motor	
	fuel tax fund created by section 452A.77 to the	
	<u>-</u>	
	department of revenue for the fiscal year beginning	
	July 1, 2012, and ending June 30, 2013, the following	
34	amount, or so much thereof as is necessary, to be used	
	for the purposes designated:	
36	For salaries, support, maintenance, miscellaneous	
	<del></del>	
	purposes, and for administration and enforcement of the	
38	provisions of chapter 452A and the motor vehicle use	
39	tax program:	
40		<del>652,888</del>
41		305,775
42	Sec. 27. 2011 Iowa Acts, chapter 127, section 84,	
43	is amended to read as follows:	
44	SEC. 84. SECRETARY OF STATE.	
45	1. There is appropriated from the general fund of	
46	the state to the office of the secretary of state for	
47	the fiscal year beginning July 1, 2012, and ending June	
	30, 2013, the following amounts, or so much thereof as	
	is necessary, to be used for the purposes designated:	
50	, 11	
H-8	<b>3223</b> -13-	

# H-8223 Page 14 1 miscellaneous purposes, and for not more than the 2 following full-time equivalent positions: 3 .....\$ 1,447,793 2,810,159 5 ..... FTEs 45.00 6 34.00 7 2. The state department or state agency which 8 provides data processing services to support voter 9 registration file maintenance and storage shall provide 10 those services without charge. Sec. 28. 2011 Iowa Acts, chapter 127, section 86, 12 is amended to read as follows: SEC. 86. TREASURER. 13 1. There is appropriated from the general fund of 14 15 the state to the office of treasurer of state for the 16 fiscal year beginning July 1, 2012, and ending June 30, 17 2013, the following amount, or so much thereof as is 18 necessary, to be used for the purposes designated: For salaries, support, maintenance, and 19 20 miscellaneous purposes, and for not more than the 21 following full-time equivalent positions: 22 ...... \$ 427,1452.3 829,086 24 ..... FTEs 28.80 25 2. The office of treasurer of state shall supply 26 clerical and secretarial support for the executive 27 council. Sec. 29. 2011 Iowa Acts, chapter 127, section 87, 28 29 is amended to read as follows: SEC. 87. ROAD USE TAX APPROPRIATION ---- OFFICE 31 OF TREASURER OF STATE. There is appropriated from 32 the road use tax fund created in section 312.1 to 33 the office of treasurer of state for the fiscal year 34 beginning July 1, 2012, and ending June 30, 2013, the 35 following amount, or so much thereof as is necessary, 36 to be used for the purposes designated: For enterprise resource management costs related to 38 the distribution of road use tax funds: 46,57440 93,148 41 Sec. 30. 2011 Iowa Acts, chapter 127, section 88, 42 is amended to read as follows:

42 is amended to read as follows:
43 SEC. 88. IPERS ---- GENERAL OFFICE. There is
44 appropriated from the Iowa public employees' retirement
45 system fund to the Iowa public employees' retirement
46 system for the fiscal year beginning July 1, 2012, and
47 ending June 30, 2013, the following amount, or so much
48 thereof as is necessary, to be used for the purposes

49 designated:
50 For salaries, support, maintenance, and other

Page 15 1 operational purposes to pay the costs of the Iowa 2 public employees' retirement system, and for not more 3 than the following full-time equivalent positions: 4 ..... \$ 8,843,484 17,686,968 6 ..... FTEs 90.13 7 Sec. 31. 2011 Iowa Acts, chapter 129, section 149, 8 is amended to read as follows: SEC. 149. MEDICAID FRAUD ACCOUNT --- DEPARTMENT OF 10 INSPECTIONS AND APPEALS. There is appropriated from 11 the Medicaid fraud account created in section 249A.7 12 to the department of inspections and appeals for the 13 fiscal year beginning July 1, 2012, and ending June 30, 14 2013, the following amount, or so much thereof as is 15 necessary, to be used for the purposes designated: For the inspection and certification of assisted 17 living programs and adult day care services, including 18 program administration and costs associated with 19 implementation: 20 .....\$ 669,764 21 1,339,527 Sec. . Section 249A.7, subsection 3, paragraph 22 23 b, Code Supplement 2011, is amended to read as follows: b. Notwithstanding section 8.33, moneys credited 25 to the fund from any other account or fund shall not 26 revert to the other account or fund. Moneys in the 27 fund shall only be used as provided in appropriations 28 from the fund and shall be used in accordance with 29 applicable laws, regulations, and the policies of 30 the office of inspector general of the United States 31 department of health and human services transferred to 32 the health care trust fund created in section 453A.35A. Sec. . Section 453A.35A, subsection 1, Code 34 Supplement 2011, is amended to read as follows: 1. A health care trust fund is created in the 35 36 office of the treasurer of state. The fund consists 37 of the revenues generated from the tax on cigarettes 38 pursuant to section 453A.6, subsection 1, and from 39 the tax on tobacco products as specified in section 40 453A.43, subsections 1, 2, 3, and 4, that are credited 41 to the health care trust fund, annually, pursuant to 42 section 453A.35. The fund shall also consist of moneys 43 transferred from the Medicaid fraud fund created in 44 section 249A.7. Moneys in the fund shall be separate 45 from the general fund of the state and shall not be 46 considered part of the general fund of the state. 47 However, the fund shall be considered a special account 48 for the purposes of section 8.53 relating to generally 49 accepted accounting principles. Moneys in the fund 50 shall be used only as specified in this section and H-8223 -15-

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- 1 shall be appropriated only for the uses specified.
- 2 Moneys in the fund are not subject to section 8.33
- 3 and shall not be transferred, used, obligated,
- 4 appropriated, or otherwise encumbered, except as
- 5 provided in this section. Notwithstanding section
- 6 12C.7, subsection 2, interest or earnings on moneys
- 7 deposited in the fund shall be credited to the fund.
- 8 Sec. 34. EFFECTIVE UPON ENACTMENT. The following
- 9 provision or provisions of this Act, being deemed of
- 10 immediate importance, take effect upon enactment:
- .1 1. The section of this Act amending 2011 Iowa Acts,
- 12 chapter 127, section 9, subsection 2, paragraph "c".
- 13 Sec. \_\_\_. EFFECTIVE DATE. The following provision
- 14 or provisions of this Act take effect July 1, 2013:
- 15 1. The section of this Act amending section 249A.7.
- 16 2. The section of this Act amending section
- 17 453A.35A.
- 18 Sec. 35. RETROACTIVE APPLICABILITY. The following
- 19 provision or provisions of this Act apply retroactively
- 20 to July 1, 2011:
- 21 1. The section of this Act amending 2011 Iowa Acts,
- 22 chapter 127, section 9, subsection 2, paragraph "c".>
- 23 2. Title page, line 3, after <matters> by inserting
- 24 <and including effective date and retroactive
- 25 applicability provisions>
- 26 3. By renumbering, redesignating, and correcting
- 27 internal references as necessary.

COMMITTEE ON APPROPRIATIONS

RAECKER of Polk, Chairperson

H-8223 FILED MARCH 14, 2012

# SENATE FILE 2314

#### H-8231

- 1 Amend <u>Senate File 2314</u>, as amended, passed, and
- 2 reprinted by the Senate, as follows:
  - Page 2, line 31, by striking <550,000> and
- 4 inserting <<del>550,000</del> 350,000>
- 5 2. Page 4, line 29, by striking <242,000> and
- 6 inserting <80,667>
- 7 3. By renumbering as necessary.

By MOORE of Jackson

H-8231 FILED MARCH 14, 2012

# SENATE FILE 2314

# H-8238

- 1 Amend <u>Senate File 2314</u>, as amended, passed, and 2 reprinted by the Senate, as follows:
- 3 1. Page 1, line 31, by striking  $\langle 228,000 \rangle$  and 4 inserting  $\langle 182,400 \rangle$
- 5 2. Page 4, line 5, by striking <1,404,000> and 6 inserting <1,123,200>
  - 3. By renumbering as necessary.

By WAGNER of Linn

H-8238 FILED MARCH 14, 2012



# **Fiscal Note**



Fiscal Services Division

HF 2382 – Innovation Fund Tax Credits (LSB 6027HV)

Analyst: Jeff Robinson (Phone: 515-281-4614) (jeff.robinson@legis.state.ia.us)

Fiscal Note Version – New

# Description

<u>House File 2382</u> increases the current 20.0% tax credit for qualified equity investments in the lowa Innovation Fund to a 100.0% tax credit. The change is effective for investments made beginning July 1, 2011, through June 30, 2014. After that date, the tax credit percentage is 20.0%. The change is effective upon enactment and retroactive to July 1, 2011.

# **Background**

The Innovation Fund was created in <u>SF 517</u> (Economic Development Appropriation Act of 2011). The Innovation Fund is one or more early-stage capital funds certified by the Economic Development Authority (EDA) Board. The 20.0% tax credit for equity investments in the Innovation Fund was also created in SF 517.

The tax credit cannot be redeemed until the third tax year after the tax year in which the qualified investment was made. The tax credits are not refundable, but unused credits may be carried forward for up to five additional tax years.

The EDA is required to allocate \$8.0 million of its annual \$120.0 million tax credit cap to the Innovation Fund, starting FY 2012 (see <u>lowa Code section 15.119</u>). The EDA cannot allocate unused Innovation Fund credits to other programs that also exist under the \$120.0 million cap.

Taxpayers that invest in the Innovation Fund likely receive equity interest in the Fund. Under the provisions of the Bill, they will also receive a State income tax credit equal to 100.0% of their investment, but the credit cannot be redeemed for at least three years. Taxpayers may also face higher federal tax bills if the State income tax reduction they earn through the investment tax credit increases their federal tax liability. State income taxes are deductible at the federal level for itemized individual income tax filers and are business deductions for businesses; both instances potentially increase federal income taxes owed.

At the current 20.0% tax credit rate, the Innovation Fund could generate \$40.0 million per year if the \$8.0 million tax credit was fully utilized. If the tax credit is increased to 100.0%, the annual tax credit limit would net \$8.0 million in Innovation Fund investments each year.

The EDA rules for the Innovation Fund tax credit specify that if valid applications for more than the \$8.0 million available in a year are received, the Department will prioritize tax credit awards in the next year so that the excess applications receive tax credits first.

#### **Fiscal Impact**

The current 20.0% tax credit has been in place for seven months. Over that time, it does not appear that much progress has been made in attracting investment or creating an Innovation Fund. Therefore, it is not possible to assess whether the current \$8.0 million allocation with a

20.0% tax credit for Innovation Fund investments will be utilized in part or in whole, during FY 2012 or after.

Increasing the existing tax credit from 20.0% of the amount invested to 100.0% will no doubt make the investment more attractive and will therefore make it more likely that the \$8.0 million annual cap will be utilized. However, at this early stage of the new program, it is not possible to conclude that the existing Innovation Fund concept will not work, so the increase in the tax credit percentage from 20.0% to 100.0% does not have a fiscal impact.

The law change would mean that the annual \$8.0 million State General Fund investment in financing the Innovation Fund will yield \$8.0 million per year for the Fund, down from the \$40.0 million per year that could possibly be achieved under current law.

# **Sources**

Economic Development Authority
Department of Economic Development

/s/ Holly M. Lyons	
March 13, 2012	

The fiscal note for this bill was prepared pursuant to <u>Joint Rule 17</u> and the correctional and minority impact statements were prepared pursuant to <u>Iowa Code section 2.56</u>. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.



# **Fiscal Note**



Fiscal Services Division

HJR 2008 – Medicaid Rules Nullification, Physician Payments (LSB 5945YH)

Analyst: Jess Benson (Phone: 515-281-4611) (jess.benson@legis.state.ia.us)

Fiscal Note Version – New

# Description

<u>House Joint Resolution 2008</u> nullifies Administrative Rules by the Department of Human Services (DHS) that lower Medicaid reimbursement for certain procedures performed in a facility setting instead of in a professional practice.

### **Background**

Legislation for this rule was passed in <a href="HF 649">HF 649</a> (FY 2012 Health and Human Services Appropriations Act). The change was part of a package of cost containment strategies recommended by the Governor. The reason for the change was that when physicians perform a procedure in their professional practice, part of their fee contains costs for overhead. When physicians perform the same procedure in a hospital, Medicaid is paying the hospital a fee for overhead in addition to the procedure. When passed by the General Assembly this change was estimated to save the state \$1.0 million annually. After being implemented, the DHS increased their estimated savings to \$2.4 million.

### **Assumptions**

This rule change was estimated to save the General Fund \$1.9 million in FY 2012 and \$2.4 million in FY 2013. The savings for FY 2012 is less because the change was not implemented until September 1, 2011. The State's share of the Federal Medical Assistance Percentage Match (FMAP) is 38.97% for FY 2012 and 40.13% for FY 2013.

# **Fiscal Impact**

Nullifying this rule will increase State Medicaid expenditures by \$1.9 million in FY 2012 and \$2.4 million in FY 2013.

#### Sources

Department of Human Services

 /s/ Holly M. Lyons	
March 13, 2012	

The fiscal note for this bill was prepared pursuant to <u>Joint Rule 17</u> and the correctional and minority impact statements were prepared pursuant to lowa Code <u>section 2.56</u>. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.



# **Fiscal Note**



Fiscal Services Division

H-8171 to HF 2433 - Licensing Discipline and Agency Procedure (LSB 5031HV.1) Analyst: Aaron Todd (Phone: 515-281-6764) (aaron.todd@legis.state.ia.us)

Fiscal Note Version – New

# **Description**

Amendment H-8171 makes the following changes to HF 2433:

- Provides additional opportunities for public input to the administrative rulemaking process. including ensuring that public comments can be submitted electronically, providing to the extent practicable usage of the Iowa Communications Network (ICN) at multiple sites to collect public input orally, and to provide local input opportunities if 25 or more persons from the same city or county request it.
- Directs agencies to refer to the specific Iowa Code section(s) being implemented and a concise statement of the principal reasons for and against proposed and adopted rules in the preamble to proposed and adopted rules.
- Requires agencies, subject to the direction of the administrative rules coordinator, to make available to the public a uniform, searchable, and user-friendly rules database on an internet site, articulates the items that must be included on the rules internet site, and directs the administrative rules coordinator to create a uniform format for the rules internet sites.
- Directs that unless specified otherwise in Iowa Code, the implementation of rulemaking authority is to be construed narrowly.
- Restricts state agencies from enacting administrative rules or policies that exceed the federal statutes, regulations, or policies that they implement, except as specifically allowed by state law. Any portion of existing rules or policies that exceed specific federal requirements is automatically superseded by the federal requirements.
- Applies similar language found in HF 2433 concerning deferred judgments to the Racing and Gaming Commission.
- Directs the Legislative Council, in consultation with the Department of Natural Resources (DNR), to establish a study to analyze the projected financial effects of current and proposed United States Environmental Protection Agency (EPA) regulations and DNR rules on lowa cities over a ten-year period, and to issue a report to the Governor and General Assembly by June 30, 2013.

# **Fiscal Impact**

- Agencies typically allow the submission of comments concerning administrative rules via electronic means or could adjust their processes to do so at minimal cost. Some agencies currently hold public input meetings in locations across the state, particularly when an issue may be deemed controversial. Under H-8171, it is assumed agencies would hold public hearings using the ICN when practicable, and it is anticipated that there will only be a few times each year that a group of 25 persons or more from one city or county will request that a hearing be held locally, thus producing minimal fiscal impact.
- Referring to specific Iowa Code sections and including reasons for and against proposed and adopted rules will produce no fiscal impact.

- Most agencies currently have sections of their website dedicated to the administrative rules process. Agencies may need to update, improve, or consolidate sections of their websites to comply with this amendment.
- Narrow construction of administrative rules is expected to produce minimal fiscal impact.
- Adding deferred judgment language to licensure actions of the Racing and Gaming Commission is expected to have minimal fiscal impact.
- The fiscal impact to conduct the study of EPA and DNR regulations is unknown but expected to have minimal fiscal impact.
- It is difficult for agencies to determine the exact number of rules and policies impacted by
  the proposed restriction from implementing rules that exceed the federal rules, regulations,
  and policies they implement. However, information provided by agencies allows for the
  identification of categories of potential fiscal impact. These categories include but may not
  be limited to:

# Administrative Rulemaking Process

The Administrative Rules Review Committee (ARRC) may need to take action to determine a uniform process for agencies to follow when reviewing existing and proposed rules for compliance with minimum federal requirements, especially when the federal requirements are broad, permissive, or otherwise vague. While <a href="H-8171">H-8171</a> states that existing rules that exceed federal requirements are automatically superseded by the federal requirements, a formal review of existing agency rules for this potential conflict will ensure that rules are being consistently applied to all impacted entities.

Changes to Existing Benefits, Funding Distribution Formulas, and Fines/Penalties

Some agencies implement federal programs that allow broad agency discretion or optional methods of implementation. Under H-8171, these instances would require the General Assembly to determine the course of action. For programs such as Medicaid, the General Assembly would witness a significant increase in necessary legislative action to keep the program running, including but not limited to rate setting, diagnosis and procedure code changes, waiver programs that are not specified in federal policy, requirements to provide services deemed necessary but not expressly stated in federal or state law, and other examples where the State is provided broad authority to implement the program.

Another example may include federal funding programs that do not require a local match but the State agency has included a local match requirement in an effort to distribute funds more widely. Without express permission from the General Assembly, such action would not be allowed. There may also be instances when the State may experience a decrease in revenue due to a reduction or elimination of fees or penalties associated with rules that are no longer enforceable.

In the instances noted above, the costs to the State and other entities may be reduced as optional programming may not be implemented; however, costs may also be incurred as decision-making timelines may be extended and funding opportunities may be lost during the Legislative interim. The amendment does not preclude the General Assembly from taking actions to provide permission to State entities to continue specified benefits or services that exceed federal requirements, or to enact a process to manage instances when federal time limitations may not permit a department to receive permission from the General Assembly during the Legislative interim to implement a rule or policy. If enacted, the General Assembly may wish to receive a list and description of any anticipated permissive actions needed during the Legislative interim and ensure that necessary precautions are in place to avoid potentially costly delays or missed funding opportunities.

# Vague or Broad Federal Authority

Interpretation when federal law provides only vague or broad authority may result in a greater number of appeals or court action. In such instances, it is conceivable that private or other governmental entities may believe that a State agency is exceeding its authority or, conversely, entities may believe a State agency can regulate, fund, or monitor a program or service beyond actions specified in agency rules or policy. While difficult to estimate, appeals and legal challenges have the potential to be costly to the State.

# Agency Review and Compliance

Agencies will need to dedicate staff time to the review of existing rules to ensure compliance with this amendment and to implement any processes determined by the ARRC. Staff time may be significant for agencies that implement a large volume of rules, such as the Department of Human Services (DHS), and will include program administrators, managers, and administrative rules authors and reviewers. It is difficult to estimate the staff hours that may need to temporarily shift from other duties or contract/hire for this purpose. There is a potential for long-term savings resulting from decreased staff time necessary to write, review, and implement rules that are no longer permitted under this amendment. One-time software programming costs for financial accounting changes are expected.

#### Local Governments

While difficult to estimate, there may be instances when local governments experience cost savings as a result of this amendment, such as in the area of environmental or historic preservation rules and policies.

# **Summary of Fiscal Impact**

lowa Code changes concerning additional public input in the administrative rulemaking process, changes to administrative rules preambles, agency administrative rules internet sites, narrow construction of administrative rules, clarifications to licensure actions by the Racing and Gaming Commission, and the EPA and DNR regulations study are expected to have no or minimal fiscal impact.

The administrative rules restrictions related to the implementation of federal rules, regulations, and policies will impact all State agencies, but the fiscal impact to the State General Fund cannot be determined. Agencies that experience a large volume of rule writing and changes on a regular basis, such as DHS, will be impacted the most. All agencies will need to devote staff resources to ensure existing rules are in compliance with this amendment. The General Assembly is likely to experience an increase in legislative action necessary to expressly authorize implementation of broad or vague federal authority, and to make decisions on optional programming. Delays in decision making may have a significant impact on program funding. Interpretations of broad or vague federal authorization may result in an increase in potentially costly appeals and litigation. There may be cost savings to State and local governments depending on how the amendment ultimately impacts rules promulgated by the departments. The potential savings are indeterminate.

# **Sources**

Department of Education
Department of Human Services
Iowa League of Cities
Iowa Utilities Board – Department of Commerce
LSA Analysis

March 13, 2012

The fiscal note for this bill was prepared pursuant to **Joint Rule 17** and the correctional and minority impact statements were prepared pursuant to Iowa Code **section <u>2.56</u>**. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.